

# PRELIMINARY OFFICIAL STATEMENT DATED AUGUST 4, 2020

## NEW ISSUE/RENEWALS

## BOND ANTICIPATION NOTES

*In the opinion of Orrick, Herrington & Sutcliffe LLP, Bond Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986. In the further opinion of Bond Counsel, interest on the Notes is not a specific preference item for purposes of the federal alternative minimum tax. Bond Counsel is also of the opinion that interest on the Notes is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York.) Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the amount, accrual or receipt of interest on, the Notes. See "Tax Matters". The Notes will NOT be designated as "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.*

### CITY OF KINGSTON ULSTER COUNTY, NEW YORK (the "City")

**\$12,457,462**

### BOND ANTICIPATION NOTES, 2020 SERIES B

Dated Date: August 24, 2020

Maturity Date: August 24, 2021

**Security and Sources of Payment:** The Notes will constitute general obligations of the City and will contain a pledge of its faith and credit for the punctual payment of the principal of and interest on the Notes, and all the taxable real property within the City will be subject to the levy of ad valorem taxes, for such purpose, subject to applicable statutory limitations. See "Tax Levy Limitation Law" herein.

**Prior Redemption:** The Notes will not be subject to redemption prior to their maturity.

At the option of the purchaser(s), the Notes may either be registered to the purchaser(s) or registered in the name of Cede & Co., as nominee for the Depository Trust Company, New York, New York ("DTC") as book-entry notes. Note certificates shall bear a single rate of interest and shall be in a denomination equal to the aggregate principal amount awarded to such purchaser at such interest rate.

**Form and Denomination:** The Notes to be issued in book-entry form will be issued as registered notes, and, when issued, will be registered in the name of Cede & Co. as nominee, which will act as the securities depository for the Notes. A single note certificate will be issued for those Notes bearing the same rate of interest and CUSIP number in the aggregate principal amount awarded to such purchaser(s) at such interest rate. Individual purchases of the Notes to be issued in book-entry form may be made only in book-entry form in denominations of \$5,000 or integral multiples thereof, except for one necessary odd denomination, which is or includes \$7,462. Noteholders will not receive certificates representing their ownership interest in the Notes to be issued in book-entry form purchased. See "Book-Entry System" herein.

**Payment:** Payment of the principal of and interest on the Notes to be issued in book-entry form will be made by DTC Participants and Indirect Participants in accordance with standing instructions and customary practices, as is now the case with municipal securities held for the accounts of customers registered in "street name." Payment will be the responsibility of the DTC Participant or Indirect Participant and not of DTC or the City, subject to any statutory and regulatory requirements as may be in effect from time to time. See "Book-Entry System" herein. Payment of the principal of and interest on the Notes issued in the form registered to the purchaser(s) will be payable at such bank of trust company located and authorized to do business in the State of New York as may be selected by the successful bidder.

Proposals for the Notes will be received at 11:00 A.M. (Prevailing Time) on August 12, 2020 at the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776.

*The Notes are offered when, as and if issued and received by the purchaser(s) and subject to the receipt of an approving legal opinion as to the validity of the Notes of Orrick, Herrington & Sutcliffe LLP, Bond Counsel, of New York, New York. It is anticipated that the Notes will be available for delivery in Jersey City, New Jersey or such other place as may be agreed upon with the purchaser(s) on or about August 24, 2020.*

THE CITY DEEMS THIS OFFICIAL STATEMENT TO BE FINAL FOR PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15c2-12 (THE "RULE"), EXCEPT FOR CERTAIN INFORMATION THAT HAS BEEN OMITTED HEREFROM IN ACCORDANCE WITH SAID RULE AND THAT WILL BE SUPPLIED WHEN THIS OFFICIAL STATEMENT IS UPDATED FOLLOWING THE SALE OF THE OBLIGATIONS HEREIN DESCRIBED. THIS OFFICIAL STATEMENT WILL BE SO UPDATED UPON REQUEST OF THE SUCCESSFUL BIDDER(S) AS MORE FULLY DESCRIBED IN THE NOTICE OF SALE WITH RESPECT TO THE OBLIGATIONS HEREIN DESCRIBED. IN ADDITION, THE CITY WILL COVENANT IN AN UNDERTAKING TO PROVIDE NOTICE OF CERTAIN MATERIAL EVENTS AS DEFINED IN THE RULE. (SEE "DISCLOSURE UNDERTAKING," HEREIN).

**CITY OF KINGSTON  
ULSTER COUNTY, NEW YORK**

420 Broadway  
Kingston, New York 12401  
Telephone: 845/331-0080  
Fax: 845/334-3944

**CITY OFFICIALS**

Steven T. Noble, Mayor

Andrea Shaut, Alderman-at-Large

**Aldermen**

First Ward – Jeffrey Ventura Morell  
Second Ward – Douglas Koop  
Third Ward – Reynolds Scott-Childress  
Fourth Ward – Rita Worthington  
Fifth Ward – Donald Tallerman  
Sixth Ward – Anthony Davis  
Seventh Ward – Patrick O'Reilly  
Eighth Ward – Steven Schabot  
Ninth Ward – Michele Hirsch

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John R. Tuey, CPA, City Comptroller  
Elisa Tinti, City Clerk  
Kevin Bryant, Esq., Corporation Counsel

\* \* \*

**BOND COUNSEL**

Orrick, Herrington & Sutcliffe LLP  
New York, New York

\* \* \*

**MUNICIPAL ADVISOR**



Municipal Finance Advisory Service

12 Roosevelt Avenue  
Port Jefferson Station, N.Y. 11776  
(631) 331-8888

E-mail: [info@munistat.com](mailto:info@munistat.com)  
Website: <http://www.munistat.com>

No person has been authorized by the City of Kingston to give any information or to make any representations not contained in this Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, any of the Notes in any jurisdiction to any person to whom it is unlawful to make such offer or solicitation in such jurisdiction. The information, estimates and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the City of Kingston since the date hereof.

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# **OFFICIAL STATEMENT**

## **Relating to**

### **CITY OF KINGSTON ULSTER COUNTY, NEW YORK**

**\$12,457,462**

### **BOND ANTICIPATION NOTES, 2020 SERIES B**

This Official Statement, including the cover page and appendices thereto, has been prepared by the City of Kingston, Ulster County, New York (the "City") and presents certain information relating to the City's \$12,457,462 Bond Anticipation Notes, 2020 Series B (the "Notes"). All quotations from and summaries and explanations of provisions of the Constitution and laws of the State of New York (the "State") and acts and proceedings of the City contained herein do not purport to be complete and are qualified in their entirety by reference to the official compilations thereof and all references to the Notes and the proceedings of the City relating thereto are qualified in their entirety by reference to the definitive form of the Notes and such proceedings.

#### **THE NOTES**

##### **Description of the Notes**

The Notes will be dated August 24, 2020 and will mature, without right of redemption prior to maturity, on August 24, 2021, with interest payable at maturity.

At the option of the purchaser(s), the Notes may be either registered to the purchaser(s) or registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC") as book-entry notes.

For those Notes registered to the purchaser(s), a single note certificate shall be delivered to the purchaser(s), for those Notes bearing the same rate of interest in the aggregate principal amount awarded to such purchaser at such interest rate. Principal of and interest on such Notes will be payable in lawful money of the United States of America (Federal Funds) at the office of the City Comptroller in Kingston, New York.

For those Notes issued as book-entry notes registered to Cede & Co., DTC will act as securities depository for the Notes and owners will not receive certificates representing their respective interests in the Notes. Individual purchases of such registered Notes may be made in denominations of \$5,000 or integral multiples thereof, except for one necessary odd denomination, which is or includes \$7,462. A single note certificate will be issued for those Notes bearing the same rate of interest and CUSIP number in the aggregate principal amount awarded to such purchaser(s) at such interest rate. Principal of and interest on said Notes will be paid in Federal Funds by the City to Cede & Co., as nominee for DTC, which will in turn remit such principal and interest to its participants for subsequent distribution to the beneficial owners of the Notes as described herein. See "Book-Entry System" herein.

The City will act as Paying Agent for the Notes. The City's contact information is as follows: John R. Tuey, CPA, City Comptroller, City of Kingston, 420 Broadway, Kingston, New York 12401, Phone (845) 331-0080, Fax (845) 334-3944 and email: [jtuey@kingston-ny.gov](mailto:jtuey@kingston-ny.gov).

##### **Optional Redemption**

The Notes will not be subject to redemption prior to their maturity.

##### **Book-Entry System**

In the event that the Notes are issued in registered book-entry form, DTC will act as securities depository for the Notes and the Notes will be issued as fully-registered Notes registered in the name of Cede & Co., (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered note certificate will be issued for each note bearing the same rate of interest and CUSIP number and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com) and [www.dtc.org](http://www.dtc.org).

Purchases of the Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC's records. The ownership interest of each actual purchaser of each bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Notes with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Notes are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Notes unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the City as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the City, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC or the City, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the City, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Notes at any time by giving reasonable notice to the City. Under such circumstances, in the event that a successor depository is not obtained, note certificates are required to be printed and delivered.

The City may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, note certificates will be printed and delivered.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the City believes to be reliable, but the City takes no responsibility for the accuracy thereof.

Source: The Depository Trust Company

### **Disclosure Undertaking**

This Official Statement is in a form "deemed final" by the City for the purposes of Securities and Exchange Commission Rule 15c2-12 (the "Rule"). At the time of the delivery of the Notes, the City will provide an executed copy of its "Material Event Notices Certificate" (the "Undertaking"). Said Undertaking will constitute a written agreement or contract of the City for the benefit of holders of and owners of beneficial interests in the Notes, to provide, or cause to be provided, to the Electronic Municipal Market Access ("EMMA") System implemented by the Municipal Securities Rulemaking Board established pursuant to Section 15B(b)(1) of the Securities Exchange Act of 1934, or any successor thereto, timely notice not in excess of ten (10) business days after the occurrence of any of the following events with respect to the Notes:

(i) principal and interest payment delinquencies; (ii) non-payment related defaults, if material; (iii) unscheduled draws on debt service reserves reflecting financial difficulties; (iv) unscheduled draws on credit enhancements reflecting financial difficulties; (v) substitution of credit or liquidity providers, or their failure to perform; (vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices of determinations with respect to the tax status of the Notes, or other material events affecting the tax status of the Notes; (vii) modifications to rights of Noteholders, if material; (viii) Note calls, if material, and tender offers; (ix) defeasances; (x) release, substitution, or sale of property securing repayment of the Notes, if material; (xi) rating changes; (xii) bankruptcy, insolvency, receivership or similar event of the City; note to clause (xii): For the purposes of the event identified in clause (xii) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the City in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or government authority has assumed jurisdiction over substantially all of the assets or business of the City, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the City; (xiii) the consummation of a merger, consolidation, or acquisition involving the City or the sale of all or substantially all of the assets of the City, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; (xiv) appointment of a successor or additional trustee or the change of name of a trustee, if material; (xv) incurrence of a financial obligation (as defined in the Rule) of the City, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the City, any of which affect noteholders, if material; and (xvi) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the City, any of which reflect financial difficulties.

Event (iii) is included pursuant to a letter from the SEC staff to the National Association of Bond Lawyers dated September 19, 1995. However, event (iii) is not applicable, since no "debt services reserves" will be established for the Notes.

With respect to event (iv) the City does not undertake to provide any notice with respect to credit enhancement added after the primary offering of the Notes.

With respect to event (xii) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the City in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or government authority has assumed jurisdiction over substantially all of the assets or business of the City, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the City.

With respect to events (xv) and (xvi), the term “financial obligation” means a (i) debt obligation (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term “financial obligation” shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with a Rule.

The City may provide notice of the occurrence of certain other events, in addition to those listed above, if it determines that any such other event is material with respect to the Notes; but the City does not undertake to commit to provide any such notice of the occurrence of any event except those events listed above.

The City's Undertaking shall remain in full force and effect until such time as the principal of, redemption premiums, if any, and interest on the Notes shall have been paid in full. The sole and exclusive remedy for breach or default under the Undertaking is an action to compel specific performance of the undertakings of the City, and no person or entity, including a holder of the Notes, shall be entitled to recover monetary damages thereunder under any circumstances. Any failure by the City to comply with the Undertaking will not constitute a default with respect to the Notes.

The City reserves the right to amend or modify the Undertaking under certain circumstances set forth therein; provided that, any such amendment or modification will be done in a manner consistent with Rule 15c2-12 as then in effect.

### Authorization and Purpose

The Notes are being issued pursuant to the Constitution and statutes of the State of New York, including among others, the Local Finance Law and various bond ordinances adopted by the Common Council of said City. The proceeds of the Notes, along with \$475,000 in available funds, will be used to redeem \$9,732,462 outstanding bond anticipation notes maturing on August 26, 2020 and will provide original financing in the amount of \$3,200,000. The list of projects that will be financed by such amount are as follows:

Date of Authorization	Purpose	Amount Outstanding	Amount to be Paid	Additional Amount to be Issued	Total Amount to be Issued
07/10/2018	Sewer and Stormwater Projects	\$ 2,558,270	\$ 78,270	\$ 600,000	\$ 3,080,000
09/10/2019	Jacob's Valley Storm Sewer Replace.	0	0	96,342	96,342
10/06/2015	Street Light Replacement Project	75,932	5,932	0	70,000
04/07/2015	Washington Avenue Tunnel Remediation	174,384	8,384	0	166,000
06/02/2015	Various Stormwater Improvements	19,000	1,000	0	18,000
06/07/2016	Andy Murphy Center Improvements	20,783	1,783	0	19,000
02/02/2016	Washington Avenue Tunnel Remediation	290,000	6,000	0	284,000
05/03/2016	Washington Avenue Tunnel Remediation	555,000	10,000	0	545,000
10/04/2016	Transportation Infrastructure Project	71,500	8,500	0	63,000
12/05/2017	Washington Avenue Tunnel Relining Project	1,066,200	14,514	0	1,051,686
12/05/2017	Washington Avenue Tunnel Relining Project	33,000	2,000	0	31,000
12/06/2016	Purchase of Time and Attendance System	180,858	45,858	0	135,000
03/07/2017	Installment of Parking Kiosks	59,691	4,691	0	55,000
12/05/2017	Purchase of Heavy Equipment and Machinery	580,829	33,829	0	547,000
12/05/2017	Purchase of Heavy Equipment and Machinery	579,813	41,813	0	538,000
12/05/2017	Purchase of Software	49,297	12,297	0	37,000
12/05/2017	Purchase of Refuse/Recycling Totes	23,715	5,715	0	18,000
12/05/2017	Purchase of Flatbed Scanner	1,100	1,100	0	0
08/07/2018	Sanitary Sewer Replacement Project	1,060,657	10,657	0	1,050,000



Date of Authorization	Purpose	Amount Outstanding	Amount to be Paid	Additional Amount to be Issued	Total Amount to be Issued
04/03/2018	Acquisition of Police Department Equipment	\$ 77,182	\$ 17,182	\$ 0	\$ 60,000
09/13/2016	Purchase of a Ladder Truck	50,000	5,000	0	45,000
12/03/2013	Parking Lot Renovations	41,583	5,583	0	36,000
12/01/2015	Greenkill Avenue Bridge Improvements	297,000	12,000	0	285,000
03/05/2019	Design Costs - Waterfront and Shoreline Imps.	77,470	15,470	0	62,000
12/06/2016	Purchase of Equipment for Police Department	7,000	2,000	0	5,000
12/06/2016	Purchase of Van for Parks and Recreation Dept.	2,710	710	0	2,000
09/06/2017	Henry Street Pedestrian Improvement Project	10,000	1,000	8,246	17,246
12/05/2017	Purchase of Fire Engine	450,000	20,000	0	430,000
02/06/2018	Design Work for Pike Plan Canopy Improvements	23,500	3,500	0	20,000
03/05/2019	Design Work for Twaalfskill Creek Drainage Project	51,400	12,212	0	39,188
04/03/2018	City Hall Tower and Roof Project	55,000	2,000	0	53,000
07/10/2018	Engineering and Design Wastewater Treatment Plant	375,000	0	45,351	420,351
09/12/2018	Construction of the Kingston Point Rail Trail	100,000	6,000	319,571	413,571
11/06/2018	Purchase of Recycling Totes	179,588	0	220,412	400,000
12/04/2018	Purchase of Computer Equipment	50,000	10,000	58,459	98,459
12/04/2018	Purchase of Truck for PD	50,000	16,000	0	34,000
12/04/2018	Street Infrastructure Improvements	30,000	3,000	0	27,000
12/04/2018	Purchase of Turnout Gear for FD	150,000	30,000	0	120,000
02/05/2019	Sound System and Equipment	35,000	7,000	0	28,000
06/04/2019	Purchase of a Demo Model Packer	220,000	14,000	0	206,000
02/04/2020	Broadway Streetscape Project	0	0	830,511	830,511
12/06/2016	Fire Department Equipment	0	0	4,334	4,334
12/05/2017	DPW Refuse Totes	0	0	13,982	13,982
07/02/2019	Hurley Ave Paving & Complete Streets	0	0	183,758	183,758
07/10/2018	Rondout Riverport Shoreline & Stabil.-Eng/Design	0	0	86,831	86,831
03/05/2019	Volunteer Fireman's Museum Improvements	0	0	29,699	29,699
10/02/2018	Greenkill Ave Sanitary Sewer Project	0	0	84,442	84,442
12/04/2018	Heavy Machinery and Equip - DPW Bobcat Trailer - Sewer	0	0	9,962	9,962
12/04/2018	Heavy Machinery and Equip - DPW Chipper	0	0	39,495	39,495
12/04/2018	Heavy Machinery and Equip - DPW 3/4 Ton Pickup Truck w/ Plow	0	0	37,417	37,417
12/04/2018	Heavy Machinery and Equip - 30 Yard Rolloffs	0	0	20,000	20,000
12/04/2018	Heavy Machinery and Equip Hydraulic Hammer for Excavator - Sewer	0	0	8,500	8,500
12/04/2018	HVAC Rooftop Unit Replacement - KPD	0	0	14,000	14,000
12/04/2018	Heavy Machinery and Equip - Sand Sifter	0	0	24,821	24,821
03/05/2019	Franklin Street Complete Streets	0	0	20,124	20,124
09/10/2019	Hasbrouck CSO Storm Sewer	0	0	32,514	32,514
06/04/2019	Wilbur Avenue Reconstruction	0	0	15,377	15,377
05/01/2018	Westbrook Lane Storm Sewer	0	0	265,000	265,000
01/07/2020	Westbrook Lane Storm Sewer	0	0	130,853	130,853
		<u>\$ 9,732,462</u>	<u>\$ 475,000</u>	<u>\$ 3,200,000</u>	<u>\$ 12,457,462</u>

## Nature of Obligation

Each of the Notes when duly issued and paid for will constitute a contract between the City and the holder thereof.

Holders of any series of notes or bonds of the City may bring an action or commence a proceeding in accordance with the civil practice law and rules to enforce the rights of the holders of such series of notes or bonds.

The Notes will be general obligations of the City and will contain a pledge of the faith and credit of the City for the payment of the principal thereof and the interest thereon as required by the Constitution and laws of the State. For the payment of such principal and interest, the City has power and statutory authorization to levy ad valorem taxes on all real property within the City subject to such taxation by the City, subject to applicable statutory limitations. See "Tax Levy Limitation Law, herein.

Although the State Legislature is restricted by Article VIII, Section 12 of the State Constitution from imposing limitations on the power to raise taxes to pay "interest on or principal of indebtedness theretofore contracted" prior to the effective date of any such legislation, the New York State Legislature may from time to time impose additional limitations or requirements on the ability to increase a real property tax levy or on the methodology, exclusions or other restrictions of various aspects of real property taxation (as well as on the ability to issue new indebtedness). On June 24, 2011, Chapter 97 of the Laws of 2011 was signed into law by the Governor (the "Tax Levy Limitation Law"). The Tax Levy Limitation Law applies to local governments and school districts in the State (with certain exceptions) and imposes additional procedural requirements on the ability of municipalities and school districts to levy certain year-to-year increases in real property taxes.

Under the Constitution of the State, the City is required to pledge its faith and credit for the payment of the principal of and interest on the Notes and is required to raise real estate taxes, and without specification, other revenues, if such levy is necessary to repay such indebtedness. While the Tax Levy Limitation Law imposes a statutory limitation on the City's power to increase its annual tax levy with the amount of such increase limited by the formulas set forth in the Tax Levy Limitation Law, it also provides the procedural method to surmount that limitation. See "Tax Levy Limitation Law," herein.

The Constitutionally-mandated general obligation pledge of municipalities and school districts in New York State has been interpreted by the Court of Appeals, the State's highest court, in Flushing National Bank v. Municipal Assistance Corporation for the City of New York, 40 N.Y.2d 731 (1976), as follows:

"A pledge of the City's faith and credit is both a commitment to pay and a commitment of the City's revenue generating powers to produce the funds to pay. Hence, an obligation containing a pledge of the City's "faith and credit" is secured by a promise both to pay and to use in good faith the City's general revenue powers to produce sufficient funds to pay the principal and interest of the obligation as it becomes due. That is why both words, "faith" and "credit" are used and they are not tautological. That is what the words say and this is what the courts have held they mean . . . So, too, although the Legislature is given the duty to restrict municipalities in order to prevent abuses in taxation, assessment, and in contracting of indebtedness, it may not constrict the City's power to levy taxes on real estate for the payment of interest on or principal of indebtedness previously contracted. . . . While phrased in permissive language, these provisions, when read together with the requirement of the pledge and faith and credit, express a constitutional imperative: debt obligations must be paid, even if tax limits be exceeded".

In addition, the Court of Appeals in the Flushing National Bank (1976) case has held that the payment of debt service on outstanding general obligation bonds and notes takes precedence over fiscal emergencies and the police power of political subdivisions in New York State.

The pledge has generally been understood as a promise to levy property taxes without limitation as to rate or amount to the extent necessary to cover debt service due to language in Article VIII Section 10 of the Constitution which provides an exclusion for debt service from Constitutional limitations on the amount of a real property tax levy, insuring the availability of the levy of property tax revenues to pay debt service. As the Flushing National Bank (1976) Court noted, the term "faith and credit" in its context is "not qualified in any way". Indeed, in Flushing National Bank v. Municipal Assistance Corp., 40 N.Y.2d 1088 (1977) the Court of Appeals described the pledge as a direct constitutional mandate. In Quirk v. Municipal Assistance Corp., 41 N.Y.2d 644 (1977), the Court of Appeals stated that, while holders of general obligation debt did not have a right to particular revenues such as sales tax, "with respect to traditional real estate tax levies, the bondholders are constitutionally protected against an attempt by the State to deprive the City of those revenues to meet its obligations." According to the Court in Quirk, the State Constitution "requires the City to raise real estate taxes, and without specification other revenues, if such a levy be necessary to repay indebtedness."

In addition, the Constitution of the State requires that every county, city, town, village, and school district in the State provide annually by appropriation for the payment of all interest and principal on its serial bonds and certain other obligations, and that, if at any time the respective appropriating authorities shall fail to make such appropriation, a sufficient sum shall be set apart from the first revenues thereafter received and shall be applied to such purposes. In the event that an appropriating authority were to make an appropriation for debt service and then decline to expend it for that purpose, this provision would not apply. However, the Constitution of the State does also provide that the fiscal officer of any county, city, town, village, or school district may be required to set apart and apply such first revenues at the suit of any holder of any such obligations.

In Quirk v. Municipal Assistance Corp., the Court of Appeals described this as a “first lien” on revenues, but one that does not give holders a right to any particular revenues. It should thus be noted that the pledge of the faith and credit of a political subdivision in New York State is a pledge of an issuer of a general obligation bond or note to use its general revenue powers, including, but not limited to, its property tax levy to pay debt service on such obligations, but that such pledge may not be interpreted by a court of competent jurisdiction to include a constitutional or statutory lien upon any particular revenues.

While the courts in New York State have historically been protective of the rights of holders of general obligation debt of political subdivisions, it is not possible to predict what a future court might hold.

### **Tax Levy Limitation Law**

On June 24, 2011, Chapter 97 of the Laws of 2011 was signed into law by the Governor (the “Tax Levy Limitation Law”). The Tax Levy Limitation Law applies to virtually all local governments, including school districts (with the exception of New York City, Yonkers, Syracuse, Rochester and Buffalo). It also applies to independent special districts and to improvements districts as part of their parent municipalities tax levies.

The Tax Levy Limitations Law restricts, among other things, the amount of real property taxes (including assessments of certain special improvement districts) that may be levied by or on behalf of a municipality in a particular year, beginning with fiscal years commencing on or after January 1, 2012. Pursuant to the Tax Levy Limitation Law, the tax levy of a municipality cannot increase by more than the lesser of (i) two percent (2%) or (ii) the annual increase in the consumer price index (“CPI”), over the amount of the prior year’s tax levy. Certain adjustments would be permitted for taxable real property full valuation increases due to changes in physical or quantity growth in the real property base as defined in Section 1220 of the Real Property Tax Law. A municipality may exceed the tax levy limitation for the coming fiscal year only if the governing body of such municipality first enacts, by at least a sixty percent vote of the total voting strength of the board, a local law (resolution in the case of fire districts and certain special districts) to override such limitation for such coming fiscal year only. There are exceptions to the tax levy limitation provided in the Tax Levy Limitation Law, including expenditures made on account of certain tort settlements and certain increases in the average actuarial contribution rates of the New York State and Local Employees’ Retirement System, the Police and Fire Retirement System, and the Teachers’ Retirement System. Each municipality, prior to adoption of each fiscal year budget, must submit for review to the State Comptroller any information that is necessary in the calculation of its tax levy for each fiscal year.

The Tax Levy Limitation Law does not contain an exception from the levy limitation for the payment of debt service on either outstanding general obligation debt of municipalities or such debt incurred after the effective date of the tax levy limitation provisions.

While the Tax Levy Limitation Law may constrict an issuer’s power to levy real property taxes for the payment of debt service on debt contracted after the effective date of said Tax Levy Limitation Law, it is clear that no statute is able (1) to limit an issuer’s pledge of its faith and credit to the payment of any of its general obligation indebtedness or (2) to limit an issuer’s levy of real property taxes to pay debt service on general obligation debt contracted prior to the effective date of the Tax Levy Limitation Law. Whether the Constitution grants a municipality authority to treat debt service payments as a constitutional exception to such statutory tax levy limitation outside of any statutorily determined tax levy amount is not clear.

## **SPECIAL PROVISIONS AFFECTING REMEDIES UPON DEFAULT**

### **General Municipal Law Contract Creditors’ Provision**

Each Note when duly issued and paid for will constitute a contract between the City and the holder thereof. Under current law, provision is made for contract creditors of the City to enforce payments upon such contracts, if necessary, through court action. Section 3-a of the General Municipal Law provides, subject to exceptions not pertinent, that the rate of interest to be paid by the City upon any judgment or accrued claim against it on an amount adjudged due to a creditor shall not exceed nine per centum per annum from the date due to the date of payment. This provision might be construed to have application to the holders of the Notes in the event of a default in the payment of the principal of and interest on the Notes.

## **Execution/Attachment of Municipal Property**

As a general rule, property and funds of a municipal corporation serving the public welfare and interest have not been judicially subjected to execution or attachment to satisfy a judgment, although judicial mandates have been issued to officials to appropriate and pay judgments out of certain funds or the proceeds of a tax levy. In accordance with the general rule with respect to municipalities, judgments against the City may not be enforced by levy and execution against property owned by the City.

## **Authority to File For Municipal Bankruptcy**

The Federal Bankruptcy Code allows public bodies, such as counties, city, town or village, recourse to the protection of a Federal Court for the purpose of adjusting outstanding indebtedness. Section 85.80 of the Local Finance Law contains specific authorization for any municipality in the State or its emergency control board to file a petition under any provision of Federal bankruptcy law for the composition or adjustment of municipal indebtedness. While this Local Finance Law provision does not apply to school districts, there can be no assurance that it will not be made so applicable in the future.

The State has consented that any municipality in the State may file a petition with the United States District Court or court of bankruptcy under any provision of the laws of the United States, now or hereafter in effect, for the composition or adjustment of municipal indebtedness. Subject to such State consent, under the United States Constitution, Congress has jurisdiction over such matters and has enacted amendments to the existing federal bankruptcy statute, being Chapter 9 thereof, generally to the effect and with the purpose of affording municipal corporations, under certain circumstances, with easier access to judicially approved adjustment of debt including judicial control over identifiable and unidentifiable creditors.

No current state law purports to create any priority for holders of the Notes should the City be under the jurisdiction of any court, pursuant to the laws of the United States, now or hereafter in effect, for the composition or adjustment of municipal indebtedness.

The rights of the owners of Notes to receive interest and principal from the City could be adversely affected by the restructuring of the City's debt under Chapter 9 of the Federal Bankruptcy Code. No assurance can be given that any priority of holders of debt obligations issued by the City (including the Notes) to payment from monies retained in any debt service fund or from other cash resources would be recognized if a petition were filed by or on behalf of the City under the Federal Bankruptcy Code or pursuant to other subsequently enacted laws relating to creditors' rights; such monies might, under such circumstances, be paid to satisfy the claims of all creditors generally.

Under the Federal Bankruptcy Code, a petition may be filed in the Federal Bankruptcy court by a municipality which is insolvent or unable to meet its debts as they mature. Generally, the filing of such a petition operates as a stay of any proceeding to enforce a claim against the municipality. The Federal Bankruptcy Code also requires that a plan be filed for the adjustment of the municipality's debt, which may modify or alter the rights of creditors and which could be secured. Any plan of adjustment confirmed by the court must be approved by the requisite number of creditors. If confirmed by the bankruptcy court, the plan would be binding upon all creditors affected by it.

## **State Debt Moratorium Law**

There are separate State law provisions regarding debt service moratoriums enacted into law in 1975.

At the Extraordinary Session of the State Legislature held in November, 1975, legislation was enacted which purported to suspend the right to commence or continue an action in any court to collect or enforce certain short-term obligations of The City of New York. The effect of such act was to create a three-year moratorium on actions to enforce the payment of such obligations. On November 19, 1976, the Court of Appeals, the State's highest court, declared such act to be invalid on the ground that it violates the provisions of the State Constitution requiring a pledge by such City of its faith and credit for the payment of obligations.

As a result of the Court of Appeals decision in Flushing National Bank v. Municipal Assistance Corporation for the City of New York, 40 N.Y.2d 731 (1976), the constitutionality of that portion of Title 6-A of Article 2 of the Local Finance Law enacted at the 1975 Extraordinary Session of the State legislature, as described below, authorizing any county, city, town or village with respect to which the State has declared a financial emergency to petition the State Supreme Court to stay the enforcement against such municipality of any claim for payment relating to any contract, debt or obligation of the municipality during the emergency period, is subject to doubt. In any event, no such emergency has been declared with respect to the City.

Right of Municipality or State to Declare a Municipal Financial Emergency and Stay Claims Under State Debt Moratorium Law. The State Legislature is authorized to declare by special act that a state of financial emergency exists in any county, city, town or village. (The provision does not by its terms apply to school districts or fire districts.) In addition, the State Legislature may authorize by special act establishment of an “emergency financial control board” for any county, city, town or village upon determination that such a state of financial emergency exists. Thereafter, unless such special act provides otherwise, a voluntary petition to stay claims may be filed by any such municipality (or by its emergency financial control board in the event said board requests the municipality to petition and the municipality fails to do so within five days thereafter). A petition filed in supreme court in county in which the municipality is located in accordance with the requirements of Title 6-A of the Local Finance Law (“Title 6-A”) effectively prohibits the doing of any act for ninety days in the payment of claims, against the municipality including payment of debt service on outstanding indebtedness.

This includes staying the commencement or continuation of any court proceedings seeking payment of debt service due, the assessment, levy or collection of taxes by or for the municipality or the application of any funds, property, receivables or revenues of the municipality to the payment of debt service. The stay can be vacated under certain circumstances with provisions for the payment of amounts due or overdue upon a demand for payment in accordance with the statutory provisions set forth therein. The filing of a petition may be accompanied with a proposed repayment plan which upon court order approving the plan, may extend any stay in the payment of claims against the municipality for such “additional period of time as is required to carry out fully all the terms and provisions of the plan with respect to those creditors who accept the plan or any benefits thereunder.” Court approval is conditioned, after a hearing, upon certain findings as provided in Title 6-A.

A proposed plan can be modified prior to court approval or disapproval. After approval, modification is not permissible without court order after a hearing. If not approved, the proposed plan must be amended within ten days or else the stay is vacated and claims including debt service due or overdue must be paid. It is at the discretion of the court to permit additional filings of amended plans and continuation of any stay during such time. A stay may be vacated or modified by the court upon motion of any creditor if the court finds after a hearing, that the municipality has failed to comply with a material provision of an accepted repayment plan or that due to a “material change in circumstances” the repayment plan is no longer in compliance with statutory requirements.

Once an approved repayment plan has been completed, the court, after a hearing upon motion of any creditor, or a motion of the municipality or its emergency financial control board, will enter an order vacating any stay then in effect and enjoining of creditors who accepted the plan or any benefits thereunder from commencing or continuing any court action, proceeding or other act described in Title 6-A relating to any debt included in the plan.

Title 6-A requires notice to all creditors of each material step in the proceedings. Court determinations adverse to the municipality or its financial emergency control board are appealable as of right to the appellate division in the judicial department in which the court is located and thereafter, if necessary, to the Court of Appeals. Such appeals stay the judgment or appealed from and all other actions, special proceedings or acts within the scope of Section 85.30 of Title 6-A pending the hearing and determination of the appeals.

Whether Title 6-A is valid under the Constitutional provisions regarding the payment of debt service is not known. However, based upon the decision in the Flushing National Bank case described above, its validity is subject to doubt.

While the State Legislature has from time to time adopted legislation in response to a municipal fiscal emergency and established public benefit corporations with a broad range of financial control and oversight powers to oversee such municipalities, generally such legislation has provided that the provisions of Title 6-A are not applicable during any period of time that such a public benefit corporation has outstanding indebtedness issued on behalf of such municipality.

Fiscal Stress and State Emergency Financial Control Boards. Pursuant to Article IX Section 2(b)(2) of the State Constitution, any local government in the State may request the intervention of the State in its “property, affairs and government” by a two-thirds vote of the total membership of its legislative body or on request of its chief executive officer concurred in by a majority of such membership. This has resulted in the adoption of special acts for the establishment of public benefit corporations with varying degrees of authority to control the finances (including debt issuance) of the cities of Buffalo, Troy and Yonkers and the County of Nassau. The specific authority, powers and composition of the financial control boards established by these acts varies based upon circumstances and needs. Generally, the State legislature has granted such boards the power to approve or disapprove budget and financial plans and to issue debt on behalf of the municipality, as well as to impose wage and/or hiring freezes and approve collective bargaining agreements in certain cases. Implementation is left to the discretion of the board of the public benefit corporation. Such a State financial control board was first established for New York City in 1975. In addition, on a certificate of necessity of the governor reciting facts which in the judgment of governor constitute an emergency requiring enactment of such laws, with the concurrences of two-thirds of the members elected in each house of the State legislature the State is authorized to intervene in the “property, affairs and governments” of local government units. This occurred in the case of the County of Erie in 2005. The authority of the State to intervene in the financial affairs of local government is further supported by Article VIII, Section 12 of the Constitution which declares it to be the duty of the State legislature to restrict , subject to other provisions of the Constitution, the power of taxation, assessment, borrowing money and contracting indebtedness and loaning the credit of counties, cities, towns and villages so as to prevent abuses in taxation and assessment and in contracting indebtedness by them.

In 2013, the State established a new state advisory board to assist counties, cities, towns and villages in financial distress. The Financial Restructuring Board for Local Governments (the “FRB”), is authorized to conduct a comprehensive review of the finances and operations of any such municipality deemed by the FRB to be fiscally eligible for its services upon request by resolution of the municipal legislative body and concurrence of its chief executive. The FRB is authorized to make recommendations for, but cannot compel improvement of fiscal stability, management and delivery of municipal services, including shared services opportunities and is authorized to offer grants and/or loans of up to \$5,000,000 through a Local Government Performance and Efficiency Program to undertake certain recommendations. If a municipality agrees to undertake the FRB recommendations, it will be automatically bound to fulfill the terms in order to receive the aid.

The FRB is also authorized to serve as an alternative arbitration panel for binding arbitration.

Although from time to time, there have been proposals for the creation of a statewide financial control board with broad authority over local governments in the State, the FRB does not have emergency financial control board powers to intervene such as the public benefit corporations established by special acts as described above.

Several municipalities in the State are presently working with the FRB. The City is presently not working with the FRB and does not reasonably anticipate doing so in the foreseeable future. School districts and fire districts are not eligible for FRB assistance.

### **Constitutional Non-Appropriation Provision**

There is in the Constitution of the State, Article VIII, Section 2, the following provision relating to the annual appropriation of monies for the payment of due principal of and interest on indebtedness of every county, city, town, village and school district in the State: “If at any time the respective appropriating authorities shall fail to make such appropriations, a sufficient sum shall be set apart from the first revenues thereafter received and shall be applied to such purposes. The fiscal officer of any county, city, town, village or school district may be required to set aside and apply such revenues as aforesaid at the suit of any holder of obligations issued for any such indebtedness.” This constitutes a specific non-exclusive constitutional remedy against a defaulting municipality or school district; however, it does not apply in a context in which monies have been appropriated for debt service but the appropriating authorities decline to use such monies to pay debt service. However, Article VIII, Section 2 of the Constitution of the State also provides that the fiscal officer of any county, city, town, village or school district may be required to set apart and apply such revenues at the suit of any holder of any obligations of indebtedness issued with the pledge of the faith of the credit of such political subdivision. See “General Municipal Law Contract Creditors’ Provision” herein.

The Constitutional provision providing for first revenue set asides does not apply to tax anticipation notes, revenue anticipation notes or bond anticipation notes.

### **Default Litigation**

In prior years, certain events and legislation affecting a holder’s remedies upon default have resulted in litigation. While courts of final jurisdiction have upheld and sustained the rights of bondholders, such courts might hold that future events including financial crises as they may occur in the State and in political subdivisions of the State require the exercise by the State or its political subdivisions of emergency and police powers to assure the continuation of essential public services prior to the payment of debt service. See “Nature of Obligation” and “State Debt Moratorium Law” herein.

### **No Past Due Debt**

No principal of or interest on City indebtedness is past due. The City has never defaulted in the payment of the principal of and interest on any indebtedness.

## **THE CITY**

Known previously over the past 300 years as Esopus, Wiltwyck and Swanenburg, prior to its present name, the City of Kingston was, in its early history, raided, burned and fought over by Indians, Dutch and British. The City, located on the west side of the Hudson River, has an area of approximately 7.4 square miles, a population of 23,095 (2018 U.S. Census), and is approximately 78 miles north of Manhattan and approximately 48 miles south of Albany, the State capital. Kingston was the first capital of the State. The City was incorporated in 1872, and is also known as the “Gateway to the Catskills”. The County Seat of Ulster County is located in the City. Police and fire protection are provided by the City. The City provides park and recreational facilities.

Educational facilities are available through the Kingston City School District. Ulster Community College and State University at New Paltz are nearby. Health care is provided by Benedictine Hospital and Kingston Hospital.

Residents are served by passage railroads in Poughkeepsie (Metro North) and Rhinecliff (Amtrak), numerous bus lines, Interstate Route 87 (New York State Thruway), New York Routes 28 and 32, as well as U.S. Route 9W. Travel to the eastern side of the Hudson River is available via the Kingston-Rhinecliff Bridge.

**Governmental Organization**

Subject to the State Constitution, the City operates pursuant to the City Charter and in accordance with other laws governing the City, including the General Municipal Law, and the Local Finance Law, generally to the extent that such laws are applicable to a city operating under a charter form of government.

The Common Council is the legislative and policy-making body of the City, consisting of nine Aldermen elected from various wards within the City and one Alderman elected at-large. The Alderman at-large is the presiding officer. The Mayor is the chief executive officer of the City government. The term of office of the Mayor is four years and members of the Common Council are elected for two years with the general City election being held in odd-numbered years.

The City Comptroller, appointed by the Common Council, is the chief fiscal officer of the City with responsibility for control and administration of fiscal affairs, and is responsible for accounting for all revenues and disbursements; for preparation and payment of employee payrolls; for custody and investment of all City funds; supervision of tax billing, and tax and revenue collections, administration of tax lien sales, and management of bank accounts.

**Financial Organization and Budgetary Procedures**

The City Comptroller is the chief fiscal officer, and accounting officer.

The Mayor prepares an annual budget estimate for the ensuing fiscal year and submits it to the Common Council for consideration. The Common Council makes any changes deemed appropriate. Additional changes (if any) are made and the budget is adopted. The budget is not subject to referendum and must comply with the Tax Levy Limit Law.

**Employees**

The City provides services through approximately 304 full-time employees. Union representation of full time employees is as follows:

<u>Name of Union</u>	<u>Approximate Membership</u>	<u>Date Contract Expires</u>
Civil Service Employees Association.....	129	12-31-20
Kingston Professional Fire Fighters’ Association .....	50	12-31-19 <sup>a</sup>
Kingston Police Benevolent Association.....	73	12-31-19 <sup>a</sup>
American Federation of State, County & Municipal Employees ..	21	12-31-21

a. Currently in negotiations.

### Selected Wealth and Income Indicators

	Per Capita Money Income			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2018<sup>a</sup></u>
City of Kingston	\$14,341	\$18,662	\$24,117	\$26,962
County of Ulster	14,921	20,842	28,532	33,879
State of New York	16,501	23,389	30,948	37,470

  

	Median Household Income			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2018<sup>a</sup></u>
City of Kingston	\$29,133	\$31,594	\$44,939	\$48,186
County of Ulster	34,033	42,551	56,434	63,348
State of New York	32,965	43,393	55,217	65,323

Source: United States Bureau of the Census

a. Based on American Community Survey 5-Year Estimates (2014-2018)

### Population

<u>Year</u>	<u>City of Kingston</u>	<u>Ulster County</u>	<u>New York State</u>
1990	23,095	165,304	17,990,455
2000	23,456	177,749	18,976,457
2010	23,893	182,493	19,378,102
2018	23,210	178,599	19,542,209

Source: United States Bureau of the Census

### Building Permit Activity

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
New One or Two Family Residences	2	3	4	7	2
New Commercial/Industrial Buildings	-	-	-	4	1
New Multiple Residences Occupancies	-	-	1	2	2
Additions, Alterations or Repairs on Existing Buildings	116	176	211	222	1,085
All Other Permits (Pools, Sheds, Decks, Etc.)	403	422	599	526	250



**Selected Listing of Larger Employers within and in the vicinity of Kingston**

**Non-Retail Employers**

<u>Name</u>	<u>Employees</u>	<u>Product</u>	<u>Location</u>
County of Ulster	A	Government	Kingston
Health Alliance of the Hudson Valley	A	Health Services	Kingston/New Paltz
State Correctional Facilities	A	Correctional Services	Wallkill/Napanoch
SUNY New Paltz	A	Educational Services	New Paltz
Bank of America, N.A.	B	Finance	Kingston
Mohonk Mountain House	B	Resort/Hotel	New Paltz
SUNY Ulster	B	Educational Services	Stone Ridge
BOCES	C	Educational Services	New Paltz/Port Ewen
City of Kingston	C	Government	Kingston
Hudson Valley Resort & Spa	C	Resort/Hotel	Kerhonkson
Kingston Consolidated School District	C	Educational Services	Kingston
Northeast Center for Special Care	C	Health Services	Lake Katrine
Ten Broeck Commons	C	Health Services	Lake Katrine
Honor's Haven	C	Resort/Hotel	Ellenville
Ulster Savings	C	Finance/Insurance	Kingston
Ametek Rotron	D	Electrical Manufacturing	Woodstock
Brooklyn Bottling Company	D	Food Manufacturing	Milton
CH Energy Group	D	Utility	Kingston
Ellenville Central School District	D	Educational Services	Ellenville
Ellenville Regional Hospital	D	Health Services	Ellenville
Elna Magnetics	D	Electrical Manufacturing	Saugerties
Fair Rite Products	D	Electronic Manufacturing	Wallkill
Fala Technologies	D	Electronic Manufacturing	Kingston
Full Moon Resort	D	Resort/Hotel	Shandaken
Gateway Community Industries	D	Miscellaneous Manufacturing	Kingston
GHI Insurance	D	Insurance	Lake Katrine
HUCK International	D	Metal Manufacturing	Kingston

**Retail Businesses**

<u>Name</u>	<u>Employees</u>	<u>Product</u>	<u>Location</u>
Wal-Mart	B	Retail – All	Kingston
Hannaford	C	Retail - Grocery	Kingston (2)/Highland/Plattekill
Adams Fairacre Farms	D	Retail – Grocery/Garden	Kingston
Home Depot	D	Retail – Home Supply	Kingston
Kohl's	D	Retail – Department Store	Kingston
Lowe's	D	Retail – Home Supply	Kingston/Highland
Price Chopper	D	Retail – Grocery	Saugerties
Sam's Club	D	Retail – All	Kingston
Shop Rite	D	Retail – Grocery	Kingston/New Paltz
Target	D	Retail – Department Store	Kingston

Key:

A Greater than 1,000 employees

B 500-999 employees

C 250-499 employees

D 100-249 employees

Source: Ulster County Official Statement dated November 19, 2019.

The following represents a listing of a business and number of employees by section within a 15 mile radius of the City.

<u>Sector</u>	<u>Businesses</u>		<u>Employees</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Agriculture, Forestry, Fishing & Hunting	43	0.54%	99	0.16%
Mining	4	0.05	11	0.02
Utilities	9	0.11	111	0.18
Construction	542	6.85	1,968	3.14
Manufacturing	247	3.12	3,637	5.81
Wholesale Trade	268	3.39	1,522	2.43
Retail Trade	1,092	13.80	10,055	16.06
Transportation & Warehousing	177	2.24	1,584	2.53
Information	216	2.73	1,470	2.35
Finance & Insurance	238	3.01	3,472	5.54
Real Estate, Rental & Leasing	313	3.96	1,394	2.23
Professional, Scientific & Tech Services	1,015	12.83	3,081	4.92
Management of Companies & Enterprises	10	0.13	14	0.02
Administrative & Support & Waste Management & Remediation Services	887	11.21	2,454	3.92
Educational Services	118	1.49	3,129	5.00
Health Care & Social Assistance	901	11.39	11,887	18.98
Arts, Entertainment & Recreation	191	2.41	801	1.28
Accommodation & Food Services	486	6.14	3,225	5.15
Other Services (except Public Administration)	885	11.18	4,785	7.64
Public Administration	<u>271</u>	<u>3.42</u>	<u>7,926</u>	<u>12.66</u>
Totals	<u>7,913</u>	<u>100.00%</u>	<u>62,625</u>	<u>100.00%</u>

### Unemployment Rate Statistics

<u>Annual Averages:</u>	<u>City of Kingston (%)</u>	<u>Ulster County (%)</u>	<u>New York State (%)</u>
2015	4.9	4.9	5.3
2016	4.3	4.3	4.9
2017	4.5	4.5	4.6
2018	3.9	3.9	4.1
2019	3.8	3.8	4.0
2020 (6 month average) <sup>a</sup>	8.2	8.2	10.8

Source: New York State Department of Labor.

a. Unemployment rates dramatically increased throughout the State due to the COVID-19 pandemic.

## INDEBTEDNESS OF THE CITY

### Constitutional Requirements

The New York State Constitution limits the power of the City (and other municipalities and school districts of the State) to issue obligations and to otherwise contract indebtedness. Such constitutional and statutory limitations include the following, in summary form, and are generally applicable to the City and the Notes.

**Purpose and Pledge.** The City shall not give or loan any money or property to or in aid of any individual or private corporation or private undertaking or give or loan its credit to or in aid of any of the foregoing or any public corporation.

The City may contract indebtedness only for a City purpose and shall pledge its faith and credit for the payment of principal of and interest thereon.

**Payment and Maturity.** Except for certain short-term indebtedness contracted in anticipation of taxes, indebtedness shall be paid in annual installments commencing no later than two years after the date such indebtedness shall have been contracted and ending no later than the expiration of the period of probable usefulness of the object or purpose as determined by statute or the weighted average period of probable usefulness thereof; and no installment may be more than fifty per centum in excess of the smallest prior installment, unless the City has authorized the issuance of indebtedness having substantially level or declining annual debt service. The City is required to provide an annual appropriation for the payment of interest due during the year on its indebtedness and for the amounts required in such year for amortization and redemption of its serial bonds and bond anticipation notes.

**General.** The City is further subject to constitutional limitation by the general constitutionally imposed duty on the State Legislature to restrict the power of taxation, assessment, borrowing money, contracting indebtedness and loaning the credit of the City so as to prevent abuses in the exercise of such powers; however, as has been noted under "Nature of Obligation", the State Legislature is prohibited by a specific constitutional provision from restricting the power of the City to levy taxes on real estate for the payment of interest on or principal of indebtedness theretofore contracted. However, the Tax Levy Limitation Law imposes a statutory limitation on the City's power to increase its annual tax levy. The amount of such increase is limited by the formulas set forth in the Tax Levy Limit Law. See "Tax Levy Limitation Law," herein.

### **Statutory Procedure**

In general, the State Legislature has authorized the power and procedure for the City to borrow and incur indebtedness subject, of course, to the constitutional and provisions set forth above. The power to spend money, however, generally derives from other law, including the City Law and the General Municipal Law.

Pursuant to the Local Finance Law, the City authorizes the incurrence of indebtedness by the adoption of a bond ordinance approved by at least two-thirds of the members of the Common Council, the finance board of the City. Certain such resolutions may be subject to permissive referendum, or may be submitted to the City voters at the discretion of the Common Council.

The Local Finance Law also provides a twenty-day statute of limitations after publication of a bond resolution which, in effect, estops thereafter legal challenges to the validity of obligations authorized by such bond resolution except for alleged constitutional violations. Except on rare occasions, the City complies with this estoppel procedure. The City is in compliance with such requirements with respect to the other bond ordinances authorizing the issuance of the Notes.

Each bond resolution usually authorizes the construction, acquisition or installation of the object or purpose to be financed, sets forth the plan of financing and specifies the maximum maturity of the bonds and notes subject to the legal (Constitution, Local Finance Law and case law) restrictions relating to the period of probable usefulness with respect thereto.

Each bond resolution also authorizes the issuance of bond anticipation notes prior to the issuance of serial bonds. Statutory law in New York permits notes to be renewed each year provided that principal is amortized and provided that such renewals do not (with certain exceptions) extend more than five years beyond the original date of borrowing. However, notes issued in anticipation of the sale of serial bonds for assessable improvements are not subject to such five-year limit and may be renewed subject to annual reductions of principal for the entire period of probable usefulness of the purpose for which such notes were originally issued. See "Payment and Maturity" under "Constitutional Requirements".

In addition, under each bond resolution, the Common Council may delegate, and has delegated, power to issue and sell bonds, to the City Comptroller, the chief fiscal officer of the City.

In general, the Local Finance Law contains similar provisions providing the City with power to issue general obligation revenue anticipation notes, tax anticipation notes, deficiency notes and budget notes.

**Debt Limit.** The City has the power to contract indebtedness for any City purpose so long as the principal amount thereof shall not exceed seven per centum of the average full valuation of taxable real estate of the City and subject to certain enumerated exclusions and deductions such as water and certain sewer facilities and cash or appropriations for current debt service. The constitutional and statutory method for determining the full valuation is by dividing the assessed valuation of taxable real estate by the respective equalization rates assigned to each assessment roll. Such equalization rates are the ratios which each of such assessed valuations bear to the respective full valuation of such year, as assigned by the Office of Real Property Tax Services. The State Legislature is required to prescribe the manner by which such ratios shall be determined. Average full valuation is determined by adding the full valuations for the most recently completed assessment roll and the four immediately preceding assessments rolls and dividing the resulting sum of such addition by five.

There is no constitutional limitation on the amount that may be raised by the City by tax on real estate in any fiscal year to pay principal and interest on all indebtedness. However, the Tax Levy Limitation Law, imposes a statutory limitation on the power of the City to increase its annual tax levy. The amount of such increases is limited by the formulas set forth in the Tax Levy Limitation Law. See "Nature of Obligation" and "Tax Levy Limitation Law," herein.

**Computation of Debt Limit and Calculation of Net Debt Contracting Margin<sup>a</sup>**  
(As of August 4, 2020)

Fiscal Year Ending <u>December 31:</u>	<u>Assessed Valuation</u>	State Equalization <u>Rate (%)</u>	<u>Full Valuation</u>
2016	\$1,380,129,553	100	\$1,380,129,553
2017	1,392,117,447	100	1,392,117,447
2018	1,427,133,713	100	1,427,133,713
2019	1,504,905,000	100	1,504,905,000
2020	1,630,350,022	100	<u>1,630,350,022</u>
Total Five Year Full Valuation			\$7,334,635,735
Average Five Year Full Valuation			1,466,927,147
Debt Limit - 7% of Average Full Valuation			102,684,900
Inclusions:			
Outstanding Bonds:			
General Purposes			9,831,816
Library Purposes			410,000
Sewer Purposes			9,429,422
Water Purposes			<u>5,238,762</u>
Sub-Total			24,910,000
Bond Anticipation Notes			<u>15,563,962</u>
Total Inclusions			<u>40,473,962</u>
Exclusions:			
Sewer Debt			3,400,000
Water Bonds			5,238,762
Water Notes			5,831,500
Note Appropriations			475,000
Bond Appropriations			<u>85,000</u>
Total Exclusions			15,030,262
Total Net Indebtedness			<u>25,443,700</u>
Net Debt Contracting Margin			<u><u>\$77,241,200</u></u>
Percent of Debt Limit Exhausted			24.78%

<sup>a</sup>. See also "Water System Improvements" Herein.

**Debt Service Requirements - Outstanding Bonds**

Fiscal Year Ending <u>December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 2,482,000	\$ 846,830	\$ 3,328,830
2021	2,426,000	771,332	3,197,332
2022	2,361,000	698,785	3,059,785
2023	2,146,000	628,748	2,774,748
2024	2,101,000	563,531	2,664,531
2025	2,021,000	489,651	2,510,651
2026	1,790,000	423,034	2,213,034
2027	1,605,000	365,284	1,970,284
2028	1,455,000	314,070	1,769,070
2029	1,445,000	265,996	1,710,996
2030	1,405,000	218,699	1,623,699
2031	1,320,000	173,397	1,493,397
2032	995,000	136,013	1,131,013
2033	750,000	108,894	858,894
2034	770,000	84,950	854,950
2035	785,000	59,816	844,816
2036	505,000	39,153	544,153
2037	505,000	23,056	528,056
2038	440,000	7,425	447,425
<b>Totals</b>	<b>\$27,307,000</b>	<b>\$6,218,662</b>	<b>\$33,525,662</b>

a. The subsidies received from the Environmental Facilities Corporation (EFC) have not been deducted from the interest due on approximately \$8.4 million in loans through EFC. Does not reflect payments made to date.

**Lease-Purchase Obligations**

In addition, the City has entered into Lease-Purchase Agreements for the following purposes: purchase of equipment, energy performance measures and purchase of vehicles.

Fiscal Year Ending <u>December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 430,446	\$ 39,769	\$ 470,215
2021	351,769	24,421	376,190
2022	363,775	12,415	376,190
<b>Totals</b>	<b>\$1,145,990</b>	<b>\$ 76,605</b>	<b>\$1,222,595</b>

## Trend of City Indebtedness

Fiscal Year Ending December 31:

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Debt Outstanding End of Year:					
Bonds	\$26,547,628	\$23,603,000	\$20,686,000	\$29,874,000	\$27,307,000
BANs	8,132,117	10,968,333	13,005,886	6,997,462	11,612,462
EFC Notes		482,959	1,973,713	2,074,582	2,728,815
Lease Purchase Obligations	2,566,980	2,141,815	1,962,959	1,561,624	1,145,990
Total Debt Outstanding	<u>\$37,246,725</u>	<u>\$37,196,107</u>	<u>\$37,628,558</u>	<u>\$40,507,668</u>	<u>\$42,794,267</u>

a. See also “Water System Improvements – Environmental Facilities Corporation” herein.

### Details of Short-Term Indebtedness Outstanding

The City has \$5,831,500 in bond anticipation notes outstanding for Water System improvements within the City due March 19, 2021 and \$9,732,462 for various projects due August 26, 2020. The issuance of the Notes along with \$475,000 in available funds will redeem such notes maturing on August 26, 2020.

#### Water System Improvements

The City began a three phase project in 2014 which includes construction of improvements to the Foxhall Avenue Pump Station, the Edmund T. Cloonan Water Treatment Plant and the installation of a system to better monitor and operate water system facilities. The improvements to the Foxhall Ave Pump Stations and the Edmund T. Cloonan Water Treatment Plant were completed and the system-wide monitoring system is expected to be completed in 2020. The City adopted bond ordinances in the amount of \$3,160,400 on June 3, 2014, in the amount of \$1,000,000 on May 5, 2015 and in the amount of \$600,000 on June 4, 2019 to authorize the projects. The project was awarded a Federal grant of \$679,737. The balance will be funded through a combination of a zero-interest loan, \$2,039,213, and a market rate loan, \$550,268, through the NYS Environmental Facilities Corporation (EFC) under the Drinking Water State Revolving Loan Fund (DWSRF). The City has received \$679,737 in grants toward the project. The City has also drawn down \$2,504,157 in short-term financing through EFC and, upon completion, such amount is expected to be converted to long-term subsidized bonds.

On October 6, 2015, the City adopted a bond ordinance in the amount of \$3,500,000 for transmission main rehabilitation and improvements. The project was awarded a New York State Water Infrastructure Investment Act (WIIA) grant of \$2,034,000. The balance of the project will be financed through a subsidized loan through the EFC in the amount of \$1,356,000. To date, \$1,017,000 has been drawn down from the balance of the WIIA grant. The City has also drawn down \$876,065 in short-term financing through EFC. Construction is expected to be completed on the project in 2020.

On June 6, 2017, the City adopted a bond ordinance in the amount of \$1,500,000 for water system improvements. The project was awarded a New York State WIIA grant of \$900,000. The balance of the project will be financed through a subsidized loan through the EFC in the amount of \$600,000. Construction is expected to begin on the project in 2020.

On February 6, 2018, the City adopted a bond ordinance in the amount of \$1,500,000 for water infrastructure related to the NYS DOT 587 Roundabout. To date the City has borrowed \$1,500,000 towards the project.

The City will begin a project in 2020 for Cooper Lake Dam and Intake Remediation. The City adopted bond ordinances in the amount of \$800,000 on February 6, 2018, in the amount of \$7,000,000 on September 10, 2019, and in the amount of \$7,200,000 on January 7, 2020. To date the City has borrowed \$800,000 towards the projects design and borrowed an additional \$4,000,000 for the project through the issuance of notes in March 2020 .

#### Sewer System Improvements

On April 5, 2016, the City adopted a bond ordinance in the amount of \$2,350,000 for the Wastewater Treatment Plan upgrades and improvements. The project was awarded a grant of \$587,500 grant and \$1,762,500 in subsidized financing through EFC. As of the date of this Official Statement, the City has drawn down \$293,750 from the grant and \$468,679 in short-term financing from EFC.

### Authorized but Unissued Indebtedness

The City has authorized but unissued debt in the amount of \$48,995,544 for various public improvements in the City. It is expected that the City will receive grant funds for a significant portion of the authorized but unissued amount and therefore the amount to be financed will be reduced.

### Capital Program

The City is generally responsible for providing services as required to the citizens on a City-wide basis. The City maintains a road system necessitating road resurfacing and improvements and the acquisition of machinery and, from time to time, equipment. Additionally, although not a capital expense, such road system requires annual expenditures for snow removal as well as regular general operating maintenance expenses. In addition, the City owns, operates, maintains and improves recreation facilities. As has been noted, the City generally has provided the financing for water and sewer purposes and maintains primary responsibility for these functions. In general, needs for capital funding for the above described projects which the City has responsibility are anticipated to continue and to be in approximately the same amounts or less than has prevailed in the past.

The City's proposed capital improvement plan for the years 2020-2023 is set forth below.

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>Total</u>
Police Department	\$ 0	\$ 230,000	\$ 230,000	\$ 230,000	\$ 690,000
Fire Department	540,000	125,000	50,000	50,000	765,000
Department of Public Works	452,000	1,063,000	420,000	375,000	2,310,000
Recreation Department	0	325,000	325,000	325,000	975,000
General Government	3,936,500	3,055,800	1,550,000	0	8,542,300
Sewer Department	<u>150,000</u>	<u>4,746,115</u>	<u>4,746,115</u>	<u>1,650,000</u>	<u>11,292,230</u>
 Total	 <u>\$5,078,500</u>	 <u>\$9,544,915</u>	 <u>\$7,321,115</u>	 <u>\$2,630,000</u>	 <u>\$24,574,530</u>

Sources: Capital Improvement Plan of the City.

The City is also in the midst of a four year capital plan which includes construction of various improvements to the Water System to improve operational effectiveness or efficiencies, improve service delivery, or water quality. The majority of the funding for the capital plan is proposed to come directly from the operations budget, either from direct budget appropriations or from debt payments. Since the major source of operating income is from water rates, the Capital Improvement Plan will have an impact on water rates. Opportunities to fund some of these projects have recently become available and the Water Department was successful in obtaining \$2.5 million in grant funding and \$1.4 million in a zero interest loan from state and federal agencies. The Water Department will continue to look for similar cost effective funding opportunities to underwrite the Capital Improvement Plan.

**Calculation of Estimated Overlapping and Underlying Indebtedness**

<u>Overlapping Units</u>	<u>Date of Report</u>	<u>Percentage Applicable (%)</u>	<u>Applicable Total Indebtedness</u>	<u>Applicable Net Indebtedness</u>
County of Ulster	11/07/2019	7.70	\$ 8,807,104	\$ 8,198,111
Kingston CSD	10/30/2019	34.03	<u>27,463,912</u>	<u>9,612,369</u>
<b>Totals</b>			<u><u>\$36,271,016</u></u>	<u><u>\$17,810,480</u></u>

Sources: State Comptroller’s Special Report on Municipal Affairs for 2019 or more recently published Official Statements.

**Debt Ratios**  
(As of August 4, 2020)

	<u>Amount</u>	<u>Per Capita<sup>a</sup></u>	<u>Percentage Of Full Value (%)<sup>b</sup></u>
Total Direct Debt	\$42,773,962	\$1,843	2.62
Net Direct Debt	24,673,700	1,063	1.51
Total Direct & Applicable Total Overlapping Debt	79,044,978	3,406	4.85
Net Direct & Applicable Net Overlapping Debt	42,484,180	1,830	2.61

- a. The current estimated population of the City is 23,210.
- b. The full valuation of taxable real property in the City for 2019-20 is \$1,630,350,022.

**FINANCES OF THE CITY**

**Financial Statements and Accounting Procedures**

The City maintains its financial records in accordance with the Uniform System of Accounts for Cities prescribed by the State Comptroller. The financial records of the City are audited by independent accountants. The last such audit made available for public inspection covers the fiscal year ended December 31, 2018. In addition, the financial affairs of the City are subject to periodic compliance review by the Office of the State Comptroller to ascertain whether the City has complied with the requirements of various State and Federal statutes. The City also prepares an Annual Financial Report Update Document (unaudited) (the “AUD”) that is filed with the State Comptroller and such report is attached as Appendix C.

*Fund Structure and Accounts*

The City utilizes fund accounting to record and report its various service activities. A fund represents both a legal and an accounting entity which segregates the transactions of specific programs in accordance with special regulations, restrictions or limitations.

There are three basic fund types: (1) governmental funds that are used to account for basic services and capital projects; (2) proprietary funds that account for operations of a commercial nature; and, (3) fiduciary funds that account for assets held in a trustee capacity. Account groups, which do not represent funds, are used to record fixed assets and long-term obligations that are not accounted for in a specific fund.

The City presently maintains the following governmental funds: General Fund, Special Revenue Funds, Capital Projects Fund, Debt Service Fund and Proprietary Funds (Water and Sewer). Fiduciary funds consist of a Trust and Agency Fund. Account groups are maintained for fixed assets and long-term debt.



## *Basis of Accounting*

The City's governmental funds are accounted for on a modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when they become susceptible to accrual - that is, when they become "measurable" and "available" to finance expenditures to the current period. Revenues are susceptible to accrual include real property taxes, intergovernmental revenues (State and Federal aid) and operating transfers.

Expenditures are generally recognized under the modified accrual basis of accounting that is when the related fund liability is incurred. An exception to this general rule is unmatured interest on general long-term debt which is recognized when due.

## **Investment Policy**

The primary objectives of the City's investment activities are, in priority order:

- *Legal*: to conform with all applicable federal, state and other legal requirements;
- *Safety*: to adequately safeguard principal;
- *Liquidity*: to provide sufficient liquidity to meet all operating requirements;
- *Yield*: to obtain a reasonable rate of return.

The Common Council's responsibility for administration of the investment program is delegated to the City Comptroller who shall establish written procedures for the operation of the investment program consistent with these investment policies. Such procedures shall include internal controls to provide a satisfactory level of accountability based upon records incorporating the description and amounts of investments, the fund(s) for which they are held, the place(s) where kept, and other relevant information, including dates of sale or other dispositions and amounts realized. In addition, the internal control procedures shall describe the responsibilities and levels of authority for key individuals involved in the investment program.

Pursuant to the statutes of the State of New York and its adopted Investment Policy, the City is permitted to temporarily invest moneys which are not required for immediate expenditures, with the exception of moneys the investment of which is otherwise provided for by law, in the following investments:

- Special time deposit accounts in, or certificates of deposit issued by, a bank or trust company located and authorized to do business in the State of New York.
- Obligations of the United States of America;
- Obligations guaranteed by agencies of the United States of America, where the payment of principal and interest are guaranteed by the United States of America.
- Obligations of the State of New York;
- With the approval of the State Comptroller, obligations issued pursuant to Local Finance Law §24.00 or 25.00 (i.e., Tax Anticipation Notes and Revenue Anticipation Notes) by any municipality, school district or district corporation in the State of New York other than the City.
- Obligations of the City, but only with moneys in a reserve fund established pursuant to General Municipal Law.
- Repurchase Agreements in accordance with the investment guidelines as defined in the New York Liquid Asset Fund Municipal Cooperation Agreement.

Any investments made by the City pursuant to law are required to be payable or redeemable at the option of the City within such times as the proceeds will be needed to meet expenditures for purposes for which the moneys were provided and, in the case of obligations purchased with the proceeds of bonds or notes, shall be payable or redeemable in any event, at the option of the owner, within two years of the date of purchase. These statutes also require that the City's investments, unless registered or inscribed in the name of the City, must be purchased through, delivered to and held in custody of a bank or trust company in the State. All such investments held in the custody of a bank or trust company must be held pursuant to a written custodial agreement as that term is defined in the law.

Collateral is required for demand deposit, money market accounts and certificates of deposit not covered by Federal deposit insurance and the eligible securities utilized for such collateral must be held by a third party financial institution, pursuant to security and custodial agreements. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of New York State and its municipalities and school districts.

## **Financial Operations**

The City Comptroller functions as the chief fiscal officer as provided in Section 2 of the Local Finance Law; in this role, the Comptroller is responsible for the City's accounting and financial reporting activities. In addition, the Mayor is the City's budget officer and must therefore prepare the annual tentative budget for submission to the Common Council. Budgetary control during the year is the responsibility of the Comptroller. Pursuant to Section 30 of the Local Finance Law, the Comptroller has been authorized to issue or renew certain specific types of notes. As required by law, the Comptroller must execute an authorizing certificate which then becomes a matter of public record.

The Common Council, as a whole, serves as the finance board of the City and is responsible for authorizing, by resolution, all material financial transactions such as operating and capital budgets and bonded debt.

City finances are operated primarily through the General Fund. All real property taxes and most of the other City revenues are credited to this fund. Current operating expenditures are paid from these funds subject to available appropriations. The City also has water and sewer departments, which are accounted for within separate funds. Capital projects and equipment purchases are accounted for in special capital projects funds. The City observes a calendar year for operating and reporting purposes.

### **Revenues**

The City receives most of its revenues from real property taxes and assessments. A summary of such revenues for the five recently completed fiscal years may be found in Appendix A.

#### *Real Property Taxes*

See "Real Property Tax Information", herein.

### **State Aid**

The City receives financial assistance from the State. If the State should not adopt its budget in a timely manner, municipalities and school districts in the State, including the City, may be affected by a delay in the payment of State aid. Additionally, if the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes in order to pay State aid to municipalities and school districts in the State, including the City, in this year or future years, the City may be affected by a delay in the receipt of State aid until sufficient State taxes have been received by the State to make State aid payments.

Based on the unaudited results, the City received approximately 12.57% of its total General Fund operating revenue from State aid in 2019. There is no assurance, however, that State appropriations for aid to municipalities will continue, either pursuant to existing formulas or in any form whatsoever. The State is not constitutionally obligated to maintain or continue such aid and, in fact, the State has drastically reduced funding to municipalities and school districts in the last several years in order to balance its own budget.

The State is not constitutionally obligated to maintain or continue State aid to the City. No assurance can be given that present State aid levels will be maintained in the future. Currently, due to the outbreak of COVID-19 the State has declared a state of emergency and the Governor has taken steps designed to mitigate the spread and impacts of COVID-19, including closing schools and non-essential businesses. The outbreak of COVID-19 and the dramatic steps taken by the State to address it are expected to negatively impact the State's economy and financial condition. The full impact of COVID-19 upon the State is not expected to be known for some time; however, it is anticipated that the State will experience budgetary restrictions which will require certain gap-closing actions. Such actions may include, but are not limited to: reductions in State agency operations and/or the delay, elimination or substantial reduction in payments to municipalities, school districts or other recipients of State aid in the State. If this were to occur, reductions in the payment of State aid could adversely affect the financial condition of municipalities and school districts in the State, requiring either a counterbalancing increase in revenues

Although the City cannot predict at this time whether there will be any delays and/or reductions in State aid in the current year or in future fiscal years or whether there will be additional Federal Stimulus Act monies made available to pay State aid in future years, the City may be able to mitigate the impact of any delays or reductions by reducing expenditures, increasing revenues appropriating other available funds on hand, and/or by any combination of the foregoing.

The following table sets forth the percentage of the City's General Fund revenue comprised of State and Federal Aid for each of the fiscal years 2015 through 2019 and as budgeted for 2020.

<u>Fiscal Year Ended</u> <u>December 31:</u>	<u>General Fund</u> <u>Total Revenue</u>	<u>State &amp;</u> <u>Federal Aid</u>	<u>State Aid To</u> <u>Revenues (%)</u>
2015	\$38,887,343	\$4,487,525	11.54
2016	40,084,751	4,451,696	11.11
2017	41,910,927	4,683,159	11.17
2018	43,609,003	5,229,157	11.99
2019	44,152,409	5,548,971	12.57
2020 (Budgeted)	44,464,333	3,886,027	8.74

Source: Audited Financial Statements (2014-2018), Financial Report Update Document (2019) and Adopted Budgets of the City (2020).

### **Expenditures**

The major categories of expenditure for the City are General Government Support, Public Safety, Health, Transportation, Economic Assistance and Opportunity, Culture and Recreation, Home and Community Services, Employee Benefits and Debt Service. A summary of the expenditures for the five most recently completed fiscal years may be found in Appendix A.

### **2020 Adopted Budget**

The 2020 Budget of the City calls for total expenditures of \$44,464,333 which is an increase of \$487,856 over the 2019 Adopted Budget. The City appropriated \$1,457,190 in general fund balance to balance the 2020 Budget.

### **Results of Operations: 2019 (Unaudited)**

Based upon unaudited results, the City's expenditures exceeded its revenues by \$225,381 in its General Fund for the fiscal year which ended December 31, 2019, which resulted in a decrease in fund balance from \$10,905,681 at the beginning of the fiscal year to \$10,680,300 at the end of the fiscal year.

### **Results of Operations: 2018 (Audited)**

Based upon audited results, the City's revenues exceeded its expenditures by \$1,722,001 in its General Fund for the fiscal year which ended December 31, 2018, which resulted in an increase in fund balance from \$9,183,680 at the beginning of the fiscal year to \$10,905,681 at the end of the fiscal year.

### **Results of Operations: 2017 (Audited)**

Based upon audited results, the City's revenues exceeded its expenditures by \$1,795,545 in its General Fund for the fiscal year which ended December 31, 2017, which resulted in an increase in fund balance from \$7,388,135 at the beginning of the fiscal year to \$9,183,680 at the end of the fiscal year.

### **Results of Operations: 2016 (Audited)**

Based upon audited results, the City's revenues exceeded its expenditures by \$865,427 in its General Fund for the fiscal year which ended December 31, 2016, which resulted in an increase in fund balance from \$6,522,708 at the beginning of the fiscal year to \$7,388,135 at the end of the fiscal year.

### **Results of Operations: 2015 (Audited)**

Based upon audited results, the City's revenues exceeded its expenditures by \$1,298,182 in its General Fund for the fiscal year which ended December 31, 2015, which resulted in an increase in fund balance from \$5,224,526 at the beginning of the fiscal year to \$6,522,708 at the end of the fiscal year.

## **The State Comptroller's Fiscal Stress Monitoring System**

The New York State Comptroller has reported that New York State's school districts and municipalities are facing significant fiscal challenges. As a result, the Office of the State Comptroller has developed a Fiscal Stress Monitoring System ("FSMS") to provide independent, objectively measured and quantifiable information to school district and municipal officials, taxpayers and policy makers regarding the various levels of fiscal stress under which the State's school districts and municipalities are operating.

The fiscal stress scores are based on financial information submitted as part of each school district's ST-3 report filed with the State Education Department annually, and each municipality's annual report filed with the State Comptroller. Using financial indicators that include year-end fund balance, cash position and patterns of operating deficits, the system creates an overall fiscal stress score which classifies whether a school district or municipality is in "significant fiscal stress", in "moderate fiscal stress," as "susceptible to fiscal stress" or "no designation". Entities that do not accumulate the number of points that would place them in a stress category will receive a financial score but will be classified in a category of "no designation." This classification should not be interpreted to imply that the entity is completely free of fiscal stress conditions. Rather, the entity's financial information, when objectively scored according to the FSMS criteria, did not generate sufficient points to place them in one of the three established stress categories.

The most current applicable report of OSC designates the City as "No Designation" (Fiscal Score: 6.7%). More information on the FSMS may be obtained from the Office of the State Comptroller.

In addition, OSC helps local government officials manage government resources efficiently and effectively. The Comptroller oversees the fiscal affairs of local governments statewide, as well as compliance with relevant statutes and observance of good business practices. This fiscal oversight is accomplished, in part, through its audits, which identify opportunities for improving operations and governance. The most recent audit performed was released January 31, 2013. The purpose of such audit was to examine the City's internal controls procedures from the period January 1, 2011 – January 31, 2012. The complete report and the City's response may be found on the OSC's official website. Reference to this website implies no warranty of accuracy of information therein.

### **Pension Systems**

Substantially all employees of the City are members of the New York State and Local Employees' Retirement System ("ERS") or the State and Local Police and Fire Retirement System ("PFRS" and together with ERS, the "Retirement System"). The Retirement System is a cost-sharing multiple public employer retirement system. The obligation of employers and employees to contribute and the benefits to employees are governed by the New York State Retirement System and Social Security Law (the "Retirement System Law"). The Retirement System offers a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service, except for "Tier 6" employees, as discussed below, whose benefits vest after ten years of credited service. The Retirement System Law generally provides that all participating employers in the Retirement System are jointly and severally liable for any unfunded amounts. Such amounts are collected through annual billings to all participating employers. Generally, all employees, except certain part-time employees, participate in the Retirement System. The Retirement System is non-contributory with respect to members hired prior to July 27, 1976. All members hired on or after July 27, 1976 and before January 1, 2010 must contribute three percent of their gross annual salary towards the costs of retirement programs until they attain ten years in the Retirement System, at such time contributions become voluntary. On December 10, 2009, then Governor Paterson signed into law the creation of a new Tier 5, which is effective for new ERS employees hired on or after January 1, 2010. New ERS employees in Tier 5 contribute 3% of their salaries. There is no provision for these contributions to cease for Tier 5 employees after a certain period of service.

Pension reform legislation changed the billing cycle for employer contributions to the ERS retirement system to match budget cycles of the City. Under the previous method, the City was not provided with required payment until after the budget was implemented. Under the reforms implemented, the employer contribution for a given fiscal year is based on the value of the pension fund on the prior April 1, instead of the following April 1. As a result, the City is notified of and can include the actual cost of the employer contribution in its budget. Legislation also required a minimum payment of 4.5% of payroll each year, including years in which investment performance of the fund would make a lower employer contribution possible.

In addition, the pension payment date for all local governments was changed from December 15 to February 1 and permits the legislative body of a municipality to establish a retirement contribution reserve fund for the purpose of financing retirement contributions in the future. The New York State Retirement System has advised the City that municipalities can elect to make employer contribution payments in the December or the following February, as required. If such payments are made in the December prior to the scheduled payment date in February, such payments may be made at a discount amount.

On March 16, 2012, Governor Cuomo signed into law the new Tier 6 pension program, effective for new ERS employees hired after April 1, 2012. The Tier 6 legislation provides for increased employee contribution rates of between 3% and 6%, an increase in the retirement age from 62 years to 63 years, a readjustment of the pension multiplier, and a change in the time period for final average salary calculation from 3 years to 5 years. Tier 6 employees will vest in the system after ten years of employment and will continue to make employee contributions throughout employment.

Members of the PFRS are divided into four tiers. The plans adopted for PFRS employees are noncontributory for Tier 1 and Tier 2 employees. PFRS members that were hired between July 1, 2009 to January 8, 2010 are currently in Tier 3, which has a 3% employee contribution rate by members. There is no Tier 4 in PFRS. PFRS members hired after January 9, 2010 are in Tier 5 which also requires a 3% employee contribution. PFRS members hired after April 1, 2012 are in Tier 6, which also originally has a 3% contribution requirement for members for fiscal year 2012-2013; however, as of April 1, 2013, Tier 6 PFRS members are required to contribute a specific percentage of their annual salary, as follows, until retirement or until the member has reached 32 years of service credit, whichever occurs first: \$45,000.00 or less contributes 3%; \$45,000.01 to \$55,000.00 contributes 3.5%; \$55,000.01 to \$75,000.00 contributes 4.5%; \$75,000.01 to \$100,000.00 contributes 5.75%; and more than \$100,000.00 contributes 6%.

The City is required to contribute an actuarially determined rate. The required contributions for the five most recently completed fiscal years are as follows:

**Contributions to the Retirement Systems**

Fiscal Year Ending <u>December 31:</u>	Total Amount of <u>Contribution</u>
2015	\$4,154,765
2016	4,367,192
2017	4,196,697
2018	4,739,752
2019	4,521,084
2020 (Budgeted)	4,202,344

Due to prior poor performance of the investment portfolio of the Retirement System, the employer contribution rates for required pension contributions has increased. To help mitigate the impact of such increases, legislation has been enacted that permits local governments and school districts to amortize a portion of such contributions. The City has elected to amortize certain contribution costs in the 2005 through 2007 fiscal years, inclusive, and the 2012 through 2015 fiscal years inclusive. As of December 31, 2019, the total unpaid liability across all funds is \$0 as the City has elected to prepay amortized amounts prior to their maturity.

**Other Post-Employment Benefits**

The City provides post-retirement healthcare benefits to various categories of former employees. These costs may be expected to rise substantially in the future. School districts and Boards of Cooperative Education Services, unlike other municipal units of government in the State, have been prohibited from reducing retiree health benefits or increasing health care contributions received or paid by retirees below the level of benefits or contributions afforded to or required from active employees. This protection from unilateral reduction of benefits had been extended annually by the New York State Legislature until recently when legislation was enacted to make permanent these health insurance benefit protections for retirees. Legislative attempts to provide similar protection to retirees of other local units of government in the State have not succeeded as of the date hereof. Nevertheless, many such retirees of all varieties of municipal units in the State do presently receive such benefits.

GASB Statement No. 75 (“GASB 75”) of the Governmental Accounting Standards Board (“GASB”), requires state and local governments to account for and report their costs associated with post-retirement healthcare benefits and other non-pension benefits (“OPEB”). GASB 75 generally requires that employers account for and report the annual cost of the OPEB and the outstanding obligations and commitments related to OPEB in essentially the same manner as they currently do for pensions. Under previous rules, these benefits have generally been administered on a pay-as-you-go basis and have not been reported as a liability on governmental financial statements. Only current payments to existing retirees were recorded as an expense.

GASB 75 requires that state and local governments adopt the actuarial methodologies to determine annual OPEB costs. Annual OPEB cost for most employers will be based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as they come due.

During the year ended December 31, 2018, the City adopted GASB 75, which supersedes and eliminates GASB 45. Under GASB 45, based on actuarial valuation, an annual required contribution (“ARC”) will be determined for each state or local government. The ARC is the sum of (a) the normal cost for the year (the present value of future benefits being earned by current employees) plus (b) amortization of the unfunded accrued liability (benefits already earned by current and former employees but not yet provided for), using an amortization period of not more than 30 years. If a municipality contributes an amount less than the ARC, a net OPEB obligation will result, which is required to be recorded as a liability on its financial statements.

GASB 75 establishes new standards for recognizing and measuring OPEB liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures to provide more transparent reporting and useful information about the liability and cost of benefits. Municipalities and school districts are required to account for OPEB within the financial statements rather than only noted in the footnotes as previously required by GASB 45. It is measured as of a date no earlier than the end of the employer’s prior fiscal year and no later than the employer’s current fiscal year. The discount rate is based on 20-year, tax exempt general obligation municipal bonds. There is no amortization of prior service cost.

Those that have more than 200 participants are required to have a full actuarial valuation annually. Plans with fewer than 200 participants are required to have a full valuation every two years.

For the fiscal year ended December 31, 2018, the City implemented GASB 75. The implementation of this Statement resulted in the reporting of the entire actuarial accrued liability for other post-employment benefits. The City’s total OPEB liability at December 31, 2018 is as follows:

Total OPEB Liability at Dec 31, 2017	<u>\$154,073,954</u>
Charges for the Year:	
Service Cost	4,228,337
Interest	5,544,492
Differences Between Expected and Actual Experience	1,934,543
Benefit Payments	<u>(3,505,480)</u>
Net Changes in total OPEB liability	<u>8,201,892</u>
Total OPEB Liability at Dec 31, 2018	<u><u>\$162,275,846</u></u>

At this time, New York State has not developed guidelines for the creation and use of irrevocable trusts for the funding of OPEB. As a result, the City had decided to continue funding the expenditure on a pay-as-you-go basis.

## REAL PROPERTY TAX INFORMATION

### Real Property Taxes

The City derives a significant portion of its annual revenue through a direct real property tax.

The following table presents the total tax levy, by purpose, with adjustments and collection performance for recent fiscal years.

### Tax Levy and Collection Record

	Fiscal Year Ending December 31:					
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Taxes on Roll	\$25,154,916	\$25,384,219	\$25,641,801	\$25,672,660	\$25,657,010	\$25,930,051
Collected During Year	24,112,950	24,224,442	24,738,826	24,955,431	24,906,834	25,179,708
Uncollected Amount	1,041,966	1,159,777	902,975	916,729	750,176	750,343
Percent Collected	95.86	95.43	96.48	97.21	97.08	97.11
<b>Tax Rate Per \$1,000</b>						
Homestead	\$14.33	\$14.61	\$14.99	\$14.92	\$14.71	\$14.39
Non-Homestead	22.14	22.86	23.49	23.31	22.50	20.53

a. Includes the County, Library, and Relevies.

### Constitutional Tax Limit

The Constitution limits the amount that may be raised by the City ad valorem tax levy on real estate in any fiscal year to two per centum (2%) of the five-year average full valuation of taxable real estate of the City plus (1) the amounts required for principal and interest on all capital indebtedness, and (2) current appropriations for certain capital purposes. The tax limit for the City for the 2020 fiscal year is as follows:

2% Limitation of Five Year Average Full Valuation	\$29,338,543
Plus Exclusions	<u>2,858,843</u>
Maximum Taxing Power	<u>32,197,386</u>
Tax Levy Subject to Tax Limit	<u>\$14,792,097</u>
Tax Margin	<u><u>\$14,546,446</u></u>

The following table sets forth the percentage of the City’s General Fund revenue (excluding other financing sources) comprised of real property taxes for each of the fiscal years 2016 through 2019, inclusive, and budgeted for the year ending December 31, 2020.

Fiscal Year Ended <u>December 31:</u>	<u>Total Revenue</u>	Real Property <u>Taxes</u>	Real Property Taxes to <u>Revenues (%)</u>
2015	\$38,887,343	\$16,591,621	42.67
2016	40,084,751	17,167,464	42.83
2017	41,910,927	18,168,172	43.35
2018	43,609,003	17,316,107	39.71
2019	44,152,409	17,248,065	39.06
2020 (Budgeted)	44,464,333	17,693,207	39.79

Source: Audited Financial Statements (2015-2018), Financial Report Update Document (2019) and Adopted Budgets of the City (2020).  
 \*Represents the City’s Real Property Tax Levy. It does not include the amount levied to fund the local share of the Safety Net Assistance Program. Such program is a State-mandated program that provides assistance to individuals and families who do not qualify for Federally-funded programs.

### Tax Collection Procedure

The City collects its own taxes, and is also responsible for collection of its delinquent taxes and delinquent taxes of the Kingston City School District. The District notifies the City of the uncollected taxes and the City reimburses the District the following year.

City taxes are payable in two installments. The first half is due forty-five days after adoption of the budget and the second half is due on hundred twenty days after the adoption of the budget. In the calendar month when taxes are due a penalty of 2% is added to the end of the month. During the first calendar month after which taxes are due, penalties are imposed at the rate of 6%. Thereafter, penalties are imposed at the rate of 1% per month on each half amount due.

The City of Kingston buys all outstanding tax liens and enters into an “IN REM” proceeding which is a lawsuit against the property owner and attempts to have the liens redeemed. This procedure takes approximately one year and if at that time the lien is not resolved, the City sells or otherwise disposes of the property.

## Sales Tax

The County levies a sales and use tax computed at 4.00%. The County retains 85.5% of the tax receipts with 11.5% distributed to the City of Kingston and 3% distributed to the towns in the County on a full valuation basis. In August 2005, the County received approval from New York State to continue the additional sales tax rate of one percent (above the base rate) previously authorized by Chapter 200 of the Laws of 2002 for an additional period of twenty-four months to expire November 2009. This was extended to November 30, 2020.

The impacts of COVID-19 on the City and the economy is also expected to impact sales future tax collections. (See also “Impact of COVID-19” herein.

The following table sets forth the percentage of the City’s General Fund revenue of sales tax for each of the fiscal years 2015 through 2019 and as budgeted for 2020.

Fiscal Year Ended <u>December 31:</u>	General Fund <u>Total Revenue</u>	<u>Sales Tax</u>	Sales Tax to <u>Revenues (%)</u>
2015	\$38,887,343	\$12,418,662	31.93
2016	40,084,751	12,898,536	32.18
2017	41,910,927	13,258,442	31.63
2018	43,609,003	13,825,500	31.70
2019	44,152,409	14,616,081	33.10
2020 (Budgeted)	44,464,333	14,325,000	32.22

Source: Audited Financial Statements (2014-2018), Financial Report Update Document (2019) and Adopted Budgets of the City (2020).

### Large Taxable Properties 2020 Assessment Roll<sup>a</sup>

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
Central Hudson Corp	Utility	\$61,620,547
Kingston Village LLC	Commercial	17,970,000
Herzog Supply Co. Inc	Shopping Center	11,845,500
Kingston Motel Corp	Motel	9,700,000
J Dutch Village LLC	Commercial	7,898,000
Fairview Gardens LLC	Apartments	7,457,000
Ulster Savings Bank	Commercial	7,440,000
Orchard Hills North LLC	Apartments	6,992,000
Orchard Hills South LLC	Apartments	5,914,000
CSX Transportation Inc	Commercial	5,699,093
Total <sup>a</sup>		<u>\$142,536,140</u>

a. Represents 8.74% of the total taxable Assessed Valuation of the City for 2020.



## **Tax Certiorari Claims**

In common with other municipalities, there are a number of tax certiorari proceedings involving properties that are subject to the levy of City of Kingston ad valorem taxes. The plaintiffs in these matters have asserted that their properties are over-assessed and are seeking assessment reductions. Historically, tax certiorari claims have been settled through negotiations, resulting in assessed value adjustments substantially less than originally claimed and with some claims being outright withdrawn or dismissed. Additionally, the City of Kingston has a strong practice of pursuing resolutions to tax certiorari claims prospectively. Over the past 5 years, the City of Kingston has averaged less than \$10,000 per year in tax certiorari refunds when carrying an average annual exposure of around \$500,000.

## **LITIGATION**

It is the opinion of Corporation Counsel that there are no significant claims or actions pending which the City has not asserted an adequate defense. There is one pending matter that is expected to have an estimated financial exposure to the Sewer Fund in the range of \$500,000 to \$1,300,000. It is the opinion of the Corporation Counsel that this matter would not have an adverse material effect on the financial condition of the City, in view of the City's ability to fund the same through use of appropriate funding mechanisms provided by the Local Finance Law.

## **CYBERSECURITY**

The City, like many other public and private entities, relies on technology to conduct its operations. As a recipient and provider of personal, private, or sensitive information, the City faces multiple cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. To mitigate the risk of business operations impact and/or damage from cyber incidents or cyber-attacks, the City invests in various forms of cybersecurity and operational controls; however, no assurances can be given that such security and operational control measures will be completely successful to guard against cyber threats and attacks. The results of any such attack could impact business operations and/or damage City digital networks and systems and the costs of remedying any such damage could be substantial.

## **IMPACT OF COVID-19**

An outbreak of disease or similar public health threat, such as the COVID-19 outbreak, or fear of such an event, could have an adverse impact on the City's financial condition and operating results by potentially delaying the receipt of real property taxes. Currently, the spread of COVID-19, a respiratory disease caused by a new strain of coronavirus, has spread globally, including to the United States, and has been declared a pandemic by the World Health Organization. The outbreak of the disease has affected travel, commerce and financial markets globally and is widely expected to affect economic growth worldwide. The current outbreak has caused the Federal government to declare a national state of emergency. The State has also declared a state of emergency and the Governor has taken steps designed to mitigate the spread and impacts of COVID-19, including closing schools and non-essential businesses. The outbreak of COVID-19 and the dramatic steps taken by the State to address it are expected to negatively impact the State's economy and financial condition. The full impact of COVID-19 upon the State is not expected to be known for some time. Similarly, the degree of the impact to the City's operations and finances is extremely difficult to predict due to the dynamic nature of the COVID-19 outbreak, including uncertainties relating to its (i) duration, and (ii) severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including the State, to contain or mitigate its impact. The continued spread of the outbreak could have an adverse effect on the State and municipalities and school districts located in the State, including the City. The City is monitoring the situation and will take such proactive measures as may be required to maintain its operations and meet its obligations.

## MARKET AND RISK FACTORS

There are various forms of risk associated with investing in the Notes. The following is a discussion of certain events that could affect the risk of investing in the Notes. In addition to the events cited herein, there are other potential risk factors that an investor must consider. In order to make an informed investment decision, an investor should be thoroughly familiar with the entire Official Statement, including its appendices, as well as all areas of potential investment risk.

The financial and economic condition of the City as well as the market for the Notes could be affected by a variety of factors, some of which are beyond the City's control. There can be no assurance that adverse events in the State and in other jurisdictions, including, for example, the seeking by a municipality or large taxable property owner of remedies pursuant to the Federal Bankruptcy Code or otherwise, will not occur which might affect the market price of and the market for the Notes. If a significant default or other financial crisis should occur in the affairs of the State or another jurisdiction or any of its agencies or political subdivisions thereby further impairing the acceptability of obligations issued by borrowers within the State, both the ability of the City to arrange for additional borrowings, and the market for and market value of outstanding debt obligations, including the Notes could be adversely affected.

The City is dependent in part on financial assistance from the State. However, if the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes and revenues in order to pay State aid to municipalities and school districts in the State, including the City, in any year, the City may be affected by a delay, until sufficient taxes have been received by the State to make State aid payments to the City. In some years, the City has received delayed payments of State aid which resulted from the State's delay in adopting its budget and appropriating State aid to municipalities and school districts, and consequent delay in State borrowing to finance such appropriations. (See also "State Aid").

There are a number of general factors which could have a detrimental effect on the ability of the City to continue to generate revenues, particularly property taxes. For instance, the termination of a major commercial enterprise or an unexpected increase in tax certiorari proceedings could result in a significant reduction in the assessed valuation of taxable real property in the City. Unforeseen developments could also result in substantial increases in City expenditures, thus placing strain on the City's financial condition. These factors may have an effect on the market price of the Notes.

If a holder elects to sell his investment prior to its scheduled maturity date, market access or price risk may be incurred. If and when a holder of any of the Notes should elect to sell a Note prior to its maturity, there can be no assurance that a market shall have been established, maintained and be in existence for the purchase and sale of any of the Notes. Recent global financial crises have included limited periods of significant disruption. In addition, the price and principal value of the Notes is dependent on the prevailing level of interest rates; if interest rates rise, the price of a bond or note will decline, causing the bondholder or noteholder to incur a potential capital loss if such bond or note is sold prior to its maturity.

Amendments to U.S. Internal Revenue Code could reduce or eliminate the favorable tax treatment granted to municipal debt, including the Notes and other debt issued by the City. Any such future legislation would have an adverse effect on the market value of the Notes (See "Tax Exemption" herein).

The Tax Levy Limitation Law, which imposes a tax levy limitation upon municipalities, school districts and fire districts in the State, including the City and continuing technical and constitutional issues raised by its enactment and implementation could have an impact upon the finances and operations of the City and hence upon the market price of the Notes. See "Tax Levy Limitation Law" herein.

## TAX MATTERS

In the opinion of Orrick, Herrington & Sutcliffe LLP ("Bond Counsel"), based upon an analysis of existing laws, regulations, rulings, and court decisions, and assuming, among other matters, compliance with certain covenants, interest on the Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code") and is excluded from adjusted gross income for purposes of personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York). Bond Counsel is of the further opinion that interest on the Notes is not a specific preference item for purposes of the federal alternative minimum tax. A complete copy of the proposed form of opinion of Bond Counsel is set forth in Appendix B hereto.

The Code imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal income tax purposes of interest on obligations such as the Notes. The City has covenanted to comply with certain restrictions designed to insure that interest on the Notes will not be included in federal gross income. Failure to comply with these covenants may result in interest on the Notes being included in gross income for federal income tax purposes possibly from the date of original issuance of the Notes. The opinion of Bond Counsel assumes compliance with these covenants. Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken) or events occurring (or not occurring) after the date of issuance of the Notes may adversely affect the value of, or the tax status of interest on, the Notes. Further, no assurance can be given that pending or future legislation or amendments to the Code, if enacted into law, or any proposed legislation or amendments to the Code, will not adversely affect the value of, or the tax status of interest on, the Notes.

Certain requirements and procedures contained or referred to in the Arbitrage Certificate, and other relevant documents may be changed and certain actions (including, without limitation, economic defeasance of the Notes) may be taken or omitted under the circumstances and subject to the terms and conditions set forth in such documents. Bond Counsel expresses no opinion as to any Notes or the interest thereon if any such change occurs or action is taken or omitted.

Although Bond Counsel is of the opinion that interest on the Notes is excluded from gross income for federal income tax purposes and is exempt from income taxes imposed by the State of New York and its political subdivisions (including The City of New York), the ownership or disposition of, or the amount, accrual or receipt of interest on, the Notes may otherwise affect a Owner's federal or state tax liability. The nature and extent of these other tax consequences will depend upon the particular tax status of the Owners or the Owner's other items of income or deduction. Bond Counsel expresses no opinion regarding any such other tax consequences.

Future legislative proposals, if enacted into law, clarification of the Code or court decisions may cause interest on the Notes to be subject, directly or indirectly, to federal income taxation or to be subject to or exempted from state income taxation, or otherwise prevent Beneficial Owners from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such future legislative proposals, clarification of the Code or court decisions may also affect the market price for, or marketability of, the Notes. Prospective purchasers of the Notes should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigations, as to which Bond Counsel expresses no opinion.

## **LEGAL MATTERS**

Legal matters incidental to the authorization, issuance and sale of the Notes are subject to the approving legal opinion of Orrick, Herrington & Sutcliffe LLP, Bond Counsel. Bond Counsel's opinion will be in substantially the form attached hereto as Appendix B.

## **RATING**

The Notes are not rated. The City's outstanding bonds is rated "AA-" by Standard & Poor's Corporation ("S&P") 55 Water Street, New York, NY 10041, Telephone: (877) 299-2569 and Fax: (212) 438-5153. The rating reflect only the view of the rating agency and any desired explanation of the significance of such rating should be obtained from S&P. Generally, a rating agency bases its ratings on the information and materials furnished to it and on investigation, studies and assumptions by the rating agency. There is no assurance that a particular rating will apply for any given period of time or that it will not be lowered or withdrawn entirely if, in the judgment of the agency originally establishing the rating, circumstances so warrant. Any downward revision or withdrawal of such ratings could have an adverse affect on the market price of the Notes or the availability of a secondary market for such Notes.

## **MUNICIPAL ADVISOR**

Munistat Services, Inc. (the "Municipal Advisor"), is a Municipal Advisor, registered with the Securities and Exchange Commission and the Municipal Securities Rulemaking Board. The Municipal Advisor serves as independent financial advisor to the City on matters relating to debt management. The Municipal Advisor is a financial advisory and consulting organization and is not engaged in the business of underwriting, marketing, or trading municipal securities or any other negotiated instruments. The Municipal Advisor has provided advice as to the plan of financing and the structuring of the Notes and has reviewed and commented on certain legal documents, including this Official Statement. The advice on the plan of financing and the structuring of the Notes was based on materials provided by the City and other sources of information believed to be reliable. The Municipal Advisor has not audited, authenticated, or otherwise verified the information provided by the City or the information set forth in this Official Statement or any other information available to the City with respect to the appropriateness, accuracy, or completeness of disclosure of such information and no guarantee, warranty, or other representation is made by the Municipal Advisor respecting the accuracy and completeness of or any other matter related to such information and this Official Statement.

## OTHER MATTERS

The City is in compliance with the procedure for the validation of the Notes provided in Title 6 of Article 2 of the Local Finance Law.

There is no bond or note principal or interest past due.

The fiscal year of the City is January 1 to December 31.

This Official Statement does not include the financial data of any political subdivision of the State of New York having power to levy taxes within the City, except as expressed in the "Calculation of Estimated Overlapping and Underlying Indebtedness."

## ADDITIONAL INFORMATION

Additional information may be obtained upon request from the office of John R. Tuey, CPA, City Comptroller, City of Kingston, 420 Broadway, Kingston, New York 12401, Phone (845) 331-0080, Fax (845) 334-3944 and email: [jtuey@kingston-ny.gov](mailto:jtuey@kingston-ny.gov) or from the office of Munistat Services Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776, telephone number 631/331-8888 and website: <http://www.munistat.com>.

So far as any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated, they are set forth as such and not as representations of fact, and no representation is made that any of such opinions or estimates will be realized. Neither this Official Statement nor any statement which may have been made orally or in writing with regard to the Notes is to be construed as a contract with the holders of the Notes.

To the extent any statements made in this Official Statement involve matters of opinion or estimates whether or not expressly stated, they are set forth as such and not as representations of fact, and no representation is made that any of the statements will be realized. Neither this Official Statement nor any statement which may have been made verbally or in writing is to be construed as a contract with the holder of the Notes.

Munistat Services, Inc. may place a copy of this Official Statement on its website at [www.munistat.com](http://www.munistat.com). Unless this Official Statement specifically indicates otherwise, no statement on such website is included by specific reference or constitutes a part of this Official Statement. Munistat Services, Inc. has prepared such website information for convenience, but no decisions should be made in reliance upon that information. Typographical or other errors may have occurred in converting original source documents to digital format, and neither the City nor Munistat Services, Inc. assumes any liability or responsibility for errors or omissions on such website. Further, Munistat Services, Inc. and the City disclaim any duty or obligation either to update or to maintain that information or any responsibility or liability for any damages caused by viruses in the electronic files on the website. Munistat Services, Inc. and the City also assume no liability or responsibility for any errors or omissions or for any updates to dated website information.

Orrick, Herrington & Sutcliffe LLP expresses no opinion as to the accuracy or completeness of any documents prepared by or on behalf of the City for use in connection with the offer and sale of the Notes, including this Official Statement.

The preparation and distribution of this Official Statement have been approved by the City Comptroller pursuant to the power delegated to him by the authorizing note resolutions to sell and deliver the Notes.

This Official Statement has been duly executed and delivered by the City Comptroller of the City of Kingston.

CITY OF KINGSTON, NEW YORK

By: s/s JOHN R. TUEY, CPA  
City Comptroller and Chief Fiscal Officer

August , 2020

## **APPENDIX A**

### **FINANCIAL INFORMATION**

RBT CPAs, our independent auditor, has not been engaged to perform, and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. RBT CPAs also has not performed any procedures relating to this Official Statement.

**Statement of Revenues, Expenditures and Changes in Fund Balances  
General Fund**

	Fiscal Year Ending December 31:				
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>REVENUES:</b>					
Real property taxes	\$ 16,591,621	\$ 17,167,464	\$ 18,168,172	\$ 17,316,107	\$ 17,248,065
Other property tax items	1,126,135	1,036,276	960,495	750,585	785,971
Non property tax items	13,082,816	13,609,148	13,977,330	14,424,888	14,649,632
Departmental income	1,604,592	2,347,725	1,875,820	2,431,571	2,191,036
Intergovernmental charges	437,788	65,000	80,791	237,896	995,458
Use of money & property	11,780	28,477	49,536	146,787	215,541
Licenses & permits	341,404	565,322	577,757	812,331	890,043
Fines and forfeitures	224,443	206,344	265,238	184,695	136,852
Sale of property & comp. for loss	797,524	145,580	137,588	954,918	271,147
Miscellaneous/Interfund local sources	157,470	359,570	1,135,041	1,050,068	1,219,693
Interfund Revenues		100,000			
State aid and Federal Aid	4,487,525	4,451,696	4,683,159	5,299,157	5,548,971
<b>Total Revenues</b>	<b>38,863,098</b>	<b>40,082,602</b>	<b>41,910,927</b>	<b>43,609,003</b>	<b>44,152,409</b>
<b>EXPENDITURES:</b>					
General government support	4,621,122	5,622,147	5,734,640	4,105,022	5,995,768
Public safety	18,742,792	19,450,322	19,396,090	13,376,605	21,038,732
Health	29,292	49,591	87,740	163,343	167,704
Transportation	3,055,481	3,142,448	3,109,850	2,051,720	3,054,784
Economic assistance & opportunity	231,475	171,637	259,696	200,393	1,415,635
Culture and recreation	1,955,309	1,918,316	2,205,521	1,725,462	2,996,421
Home and community services	3,305,775	3,240,465	3,292,696	2,403,565	3,498,005
Employee benefits	3,428,303	2,962,134	2,981,990	14,850,425	4,054,747
Capital Outlay				487,856	
Debt service	809,479	526,872	1,088,337	722,284	469,117
<b>Total expenditures</b>	<b>36,179,028</b>	<b>37,083,932</b>	<b>38,156,560</b>	<b>40,086,675</b>	<b>42,690,913</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,684,070</b>	<b>2,998,670</b>	<b>3,754,367</b>	<b>3,522,328</b>	<b>1,461,496</b>
<b>OTHER SOURCES/USES:</b>					
Operating transfers in	24,245	34			
Operating transfers out	(1,410,133)	(2,133,277)	(1,958,822)	(1,800,327)	(1,686,877)
<b>Total Other Sources/Uses</b>	<b>(1,385,888)</b>	<b>(2,133,243)</b>	<b>(1,958,822)</b>	<b>(1,800,327)</b>	<b>(1,686,877)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>1,298,182</b>	<b>865,427</b>	<b>1,795,545</b>	<b>1,722,001</b>	<b>(225,381)</b>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<b>5,224,526</b>	<b>6,522,708</b>	<b>7,388,135</b>	<b>9,183,680</b>	<b>10,905,681</b>
<b>PRIOR PERIOD ADJUSTMENT</b>					
<b>ADJUSTED FUND EQUITY - BEGINNING OF YEAR</b>	<b>5,224,526</b>	<b>6,522,708</b>	<b>7,388,135</b>	<b>9,183,680</b>	<b>10,905,681</b>
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ 6,522,708</b>	<b>\$ 7,388,135</b>	<b>\$ 9,183,680</b>	<b>\$ 10,905,681</b>	<b>\$ 10,680,298</b>

Source: Audited Financial Statements (2015-2018) and Annual Financial Report Update Document (2019)  
Table itself is NOT audited.

**Statement of Revenues, Expenditures and Changes In Fund Balances/Net Assets**  
**Enterprise Fund (Water Department)**  
Fiscal Year Ending December 31:

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>OPERATING REVENUES:</b>					
Departmental income	\$ 4,260,023	\$ 4,196,092	\$ 4,212,040	\$ 4,693,820	\$ 4,925,881
Miscellaneous local sources	51,907	307,794	292,610	11,579	121,653
<b>Total Operating Revenues</b>	<u>4,311,930</u>	<u>4,503,886</u>	<u>4,504,650</u>	<u>4,705,399</u>	<u>5,047,534</u>
<b>OPERATING EXPENDITURES:</b>					
Personal Services	2,611,356	2,635,427	2,707,962	2,795,894	2,928,448
Real property taxes	272,425	274,565	287,631	295,833	315,651
Contractual services and Other Expenses	695,900	624,215	696,570	619,188	722,950
Depreciation and amortization	569,416	581,955	671,736	679,396	766,095
<b>Total Operating Expenditures</b>	<u>4,149,097</u>	<u>4,116,162</u>	<u>4,363,899</u>	<u>4,390,311</u>	<u>4,733,144</u>
Operating Income	162,833	387,724	140,751	315,088	314,390
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment Earnings	1,175	879	1,113		
Interest Income	(170,440)	(148,229)	(147,847)	7,728	22,379
Rental Income		48,926	49,897	56,311	52,986
State Grant Revenue				194,996	822,004
Interest on Bonds and Notes				(175,147)	(196,651)
Other Income			288,683		
Sale of capital asset		1,534	36,923	269	
<b>Total Nonoperating Revenue (Expenses)</b>	<u>(169,265)</u>	<u>(96,890)</u>	<u>228,769</u>	<u>84,157</u>	<u>700,718</u>
Income Before Transfers	(6,432)	290,834	369,520	399,245	1,015,108
Transfers In					
Changes in Net Assets					
Prior Period Adjustments*	(17,901)	18,884	482	(5,194,249)	
<b>FUND EQUITY/NET ASSETS</b>					
<b>BEGINNING OF YEAR</b>	<u>4,050,438</u>	<u>4,062,889</u>	<u>4,354,204</u>	<u>(470,525)</u>	<u>(71,280)</u>
<b>FUND EQUITY/NET ASSETS</b>					
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 4,044,006</u>	<u>\$ 4,353,723</u>	<u>\$ 4,723,724</u>	<u>\$ (71,280)</u>	<u>\$ 943,828</u>

Source: Audited Financial Statements (2015-2018) and Annual Financial Report Update Document (2019)

Table itself is NOT audited.

\*Adjustments reflect the accounting changes effective for fiscal years beginning after June 15, 2017, due to the transition to GASB 75. The new standard requires a change from reporting the unfunded actuarial accrued liability in the financial statements to recognizing the unfunded actuarial accrued liability on the balance sheet.

**Statement of Revenues, Expenses and Changes in Net Assets  
Enterprise Fund (Sewer)**

	<b>Fiscal Year Ending December31:</b>				
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>OPERATING REVENUES:</b>					
Charges for Services	\$ 4,900,947	\$ 4,929,705	\$ 4,944,163	\$ 5,177,379	\$ 4,968,586
State Aid	402,587	54,960	165,485	171,050	295,923
Miscellaneous	38,037	74,258	6,374	38,295	37,568
Total Operating Revenues	<u>5,341,571</u>	<u>5,058,923</u>	<u>5,116,022</u>	<u>5,386,724</u>	<u>5,302,077</u>
<b>OPERATING EXPENDITURES:</b>					
Personal Services	2,487,497	2,704,933	2,831,263	2,560,187	2,274,486
Contractual Services and Other Expenses	1,142,136	1,344,955	1,372,786	1,365,644	1,183,770
Depreciation and Amortization	942,701	1,018,063	1,064,525	1,088,982	1,099,506
Total Operating Expenditures	<u>4,572,334</u>	<u>5,067,951</u>	<u>5,268,574</u>	<u>5,014,813</u>	<u>4,557,762</u>
Operating Income (Loss)	<u>769,237</u>	<u>(9,028)</u>	<u>(152,552)</u>	<u>371,911</u>	<u>744,315</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment Earnings	4,796	368	776		
Federal Grant Revenue				1,743,076	1,303,194
Interest on Bonds and Notes	(272,846)	(292,799)	(329,811)	(454,215)	(409,090)
Interest Income				111,253	15,928
Sale of Capital Assets		2,948	31,541	1,357	5,661
Total Nonoperating Revenue (Expenses)	<u>(268,050)</u>	<u>(289,483)</u>	<u>(297,494)</u>	<u>1,401,471</u>	<u>915,693</u>
Income Before Transfers and Contributions	<u>501,187</u>	<u>(298,511)</u>	<u>(450,046)</u>	<u>1,773,382</u>	<u>1,660,008</u>
Transfers	70,663				
Changes in Net Assets	571,850	(298,511)	(450,046)	1,773,382	(171,378)
Total Net Assets-Beginning of the Year	8,018,301	8,584,558	8,286,047	7,836,001	3,377,322
Prior Period Adjustment*	(5,593)			(6,232,061)	(8)
Total Net Assets-End of the Year	<u>\$ 8,584,558</u>	<u>\$ 8,286,047</u>	<u>\$ 7,836,001</u>	<u>\$ 3,377,322</u>	<u>\$ 5,037,322</u>

Source: Audited Financial Statements (2015-2018) and Annual Financial Report Update Document (2019)

Table itself is NOT audited.

\*Adjustments reflect the accounting changes effective for fiscal years beginning after June 15, 2017, due to the transition to GASB 75. The new standard requires a change from reporting the unfunded actuarial accrued liability in the financial statements to recognizing the unfunded actuarial accrued liability on the balance sheet.



**Balance Sheets**  
**General Fund**  
**Fiscal Year Ending December 31:**

	<u>2018</u>	<u>2019</u>
<b>ASSETS:</b>		
Cash	\$ 8,842,781	\$ 8,363,157
Taxes Receivable	5,047,900	5,610,965
Due From Other Governments	2,520,157	1,880,530
Other Receivables	856,235	1,045,889
State and Federal Aid Receivables	1,257,248	1,897,307
Inventory	8,396	11,691
Prepaid Expenses	640,785	688,788
Due from Other Funds	3,873,668	2,650,118
Total Assets	<u>23,047,170</u>	<u>22,148,445</u>
<b>LIABILITIES AND FUND BALANCES:</b>		
<b>Liabilities:</b>		
Accounts Payable and Accrued Liabilites	1,553,771	2,240,046
Due to Other Funds	1,881,523	966,477
Due to Other Governments	3,738,821	3,165,401
Other Liabilities		
Deferred Revenue	4,967,374	5,096,223
Total Liabilities	<u>12,141,489</u>	<u>11,468,147</u>
<b>Fund Balances:</b>		
Nonspendable Fund Balance	649,181	700,478
Restricted Fund Balance		
Assigned Appropriated	904,082	1,457,190
Assigned Unappropriated	1,176,192	1,133,954
Unassigned	8,176,226	7,388,676
Total Fund Balances	<u>10,905,681</u>	<u>10,680,298</u>
Total Liabilities and Fund Balances	<u>\$ 23,047,170</u>	<u>\$ 22,148,445</u>

Source: Audited Financial Statements (2018) and Annual Financial Report Update Document (2019)  
Table itself is NOT audited.

**GENERAL FUND BUDGET SUMMARIES**

Fiscal Year Ending December 31

	<u>2019</u>	<u>2020</u>
Revenues:		
Real Property Taxes & Items	\$ 17,709,231	\$ 17,693,207
Non Property Taxes	15,245,000	16,020,000
Other Local Sources	4,927,054	5,407,909
State Aid	4,411,222	3,679,350
Federal Aid	779,888	206,677
Appropriated Fund Balance	<u>904,082</u>	<u>1,457,190</u>
Total Revenues	\$ <u>43,976,477</u>	\$ <u>44,464,333</u>
Expenditures:		
General Government	\$ 7,070,173	\$ 7,721,678
Public Safety	20,517,830	20,978,502
Health	175,650	172,464
Transportation	3,113,834	2,686,610
Economic Assistance	1,210,202	976,702
Culture & Recreation	2,525,411	2,682,708
Home & Community Services	3,616,934	3,745,310
Employee Benefits	3,493,000	3,418,000
Debt Service	1,688,377	1,437,793
Interfund Transfers	<u>565,066</u>	<u>644,566</u>
Total Expenditures	\$ <u>43,976,477</u>	\$ <u>44,464,333</u>

Source: Adopted Budgets of the City (2019 -2020)

**APPENDIX B**

**FORM OF BOND COUNSEL'S OPINION**

August 24, 2020

City of Kingston,  
County of Ulster,  
State of New York

Re: City of Kingston, Ulster County, New York  
\$12,457,462 Bond Anticipation Note, 2020 Series B

Ladies and Gentlemen:

We have been requested to render our opinion as to the validity of an \$12,457,462 Bond Anticipation Note, 2020 Series B (the "Obligation"), of the City of Kingston, Ulster County, New York (the "Obligor"), dated August 24, 2020, numbered \_\_\_\_\_, of the denomination of \$ \_\_\_\_\_, bearing interest at the rate of \_\_\_\_\_ % per annum, payable at maturity, and maturing August 24, 2021.

We have examined:

- (1) the Constitution and statutes of the State of New York;
- (2) the Internal Revenue Code of 1986, including particularly Sections 103 and 141 through 150 thereof, and the applicable regulations of the United States Treasury Department promulgated thereunder (collectively, the "Code");
- (3) an arbitrage certificate executed on behalf of the Obligor which includes, among other things, covenants, relating to compliance with the Code, with the owners of the Obligation that the Obligor will, among other things, (i) take all actions on its part necessary to cause interest on the Obligation not to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, restricting, to the extent necessary, the yield on investments made with the proceeds of the Obligation and investment earnings thereon, making required payments to the Federal government, if any, and maintaining books and records in a specified manner, where appropriate, and (ii) refrain from taking any action which would cause interest on the Obligation to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, refraining from spending the proceeds of the Obligation and investment earnings thereon on certain specified purposes (the "Arbitrage Certificate"); and
- (4) a certificate executed on behalf of the Obligor which includes, among other things, a statement that compliance with such covenants is not prohibited by, or violative of, any provision of local or special law, regulation or resolution applicable to the Obligor.

We also have examined a certified copy of proceedings of the finance board of the Obligor and other proofs authorizing and relating to the issuance of the Obligation, including the form of the Obligation. In rendering the opinions expressed herein we have assumed (i) the accuracy and truthfulness of all public records, documents and proceedings, including factual information, expectations and statements contained therein, examined by us which have been executed or certified by public officials acting within the scope of their official capacities, and have not verified the accuracy or truthfulness thereof, and (ii) compliance by the Obligor with the covenants contained in the Arbitrage Certificate. We also have assumed the genuineness of the signatures appearing upon such public records, documents and proceedings and the certifications thereof.

In our opinion:

- (a) The Obligation has been authorized and issued in accordance with the Constitution and statutes of the State of New York and constitutes a valid and legally binding general obligation of the Obligor, all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Obligation and interest thereon, subject to applicable statutory limitations; provided, however, that the enforceability (but not the validity) of the Obligation: (i) may be limited by any applicable bankruptcy, insolvency or other law now existing or hereafter enacted by said State or the Federal government affecting the enforcement of creditors' rights, and (ii) may be subject to the exercise of judicial discretion in appropriate cases.
- (b) The Obligor has the power to comply with its covenants with respect to compliance with the Code as such covenants relate to the Obligation; provided, however, that the enforceability (but not the validity) of such covenants may be limited by any applicable bankruptcy, insolvency or other law now existing or hereafter enacted by said State or the Federal government affecting the enforcement of creditors' rights.
- (c) Interest on the Obligation is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, and is exempt from personal income taxes imposed by the State of New York and any political subdivision thereof (including The City of New York). Interest on the Obligation is not a specific preference item for purposes of the federal alternative minimum tax. We express no opinion regarding other tax consequences related to the ownership or disposition of, or the amount, accrual or receipt of interest on, the Obligation.

Certain agreements, requirements and procedures contained or referred to in the Arbitrage Certificate and other relevant documents may be changed and certain actions (including, without limitation, economic defeasance of the Obligation) may be taken or omitted under the circumstances and subject to the terms and conditions set forth in such documents.

The opinions expressed herein are based on an analysis of existing laws, regulations, rulings and court decisions and cover certain matters not directly addressed by such authorities. Such opinions may be affected by actions taken or omitted or events occurring after the date hereof. Accordingly, this opinion is not intended to, and may not, be relied upon in connection with any such actions, events or matters. Our engagement with respect to the Obligation has concluded with their issuance, and we disclaim any obligation to update this opinion. We have assumed, without undertaking to verify, the accuracy of the factual matters represented, warranted or certified in the documents. Furthermore, we have assumed compliance with all covenants and agreements contained in the Arbitrage Certificate, including without limitation covenants and agreements compliance with which is necessary to assure that future actions, omissions or events will not cause interest on the Obligation to be included in gross income for federal income tax purposes. We call attention to the fact that the rights and obligations under the Obligation and the Arbitrage Certificate and their enforceability may be subject to bankruptcy, insolvency, reorganization, arrangement, fraudulent conveyance, moratorium or other laws relating to or affecting creditors' rights, to the application of equitable principles, to the exercise of judicial discretion in appropriate cases and to the limitations on legal remedies against municipal corporations such as the Obligor in the State of New York. We express no opinion with respect to any indemnification, contribution, penalty, choice of law, choice of forum, choice of venue, or waiver provisions contained in the foregoing documents.

The scope of our engagement in relation to the issuance of the Obligation has extended solely to the examination of the facts and law incident to rendering the opinions expressed herein. Such opinions are not intended and should not be construed to express or imply any conclusion that the amount of real property subject to taxation within the boundaries of the Obligor, together with other legally available sources of revenue, if any, will be sufficient to enable the Obligor to pay the principal of or interest on the Obligation as the same respectively become due and payable. Reference should be made to the Official Statement prepared by the Obligor in relation to the Obligation for factual information which, in the judgement of the Obligor, could materially affect the ability of the Obligor to pay such principal and interest. While we have participated in the preparation of such Official Statement, we have not verified the accuracy, completeness or fairness of factual information contained therein and, accordingly, we express no opinion as to whether the Obligor, in connection with the sale of the Obligation, has made any untrue statement of a material fact or omitted to state a material fact necessary in order to make any statements made, in the light of the circumstances under which they were made, not misleading.

Very truly yours,

/es

## **APPENDIX C**

### **UNAUDITED ANNUAL FINANCIAL REPORT UPDATE DOCUMENT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2019**

RBT CPAs, our independent auditor, has not been engaged to perform, and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. RBT CPAs also has not performed any procedures relating to this Official Statement.

All Numbers in This  
Report Have Been  
Rounded To The Nearest  
Dollar

ANNUAL FINANCIAL REPORT  
UPDATE DOCUMENT  
For The  
CITY of Kingston  
County of Ulster  
For the Fiscal Year Ended 12/31/2019

\*\*\*\*\*

AUTHORIZATION

ARTICLE 3, SECTION 30 of the GENERAL MUNICIPAL LAW:

1. \*\*\*Every Municipal Corporation \*\*\* shall annually make a report of its financial condition to the Comptroller. Such report shall be made by the Chief Fiscal Officer of such Municipal Corporation \*\*\*

5. All reports shall be certified by the officer making the same and shall be filed with the Comptroller \*\*\* It shall be the duty of the incumbent officer at the time such reports are required to be filed with the Comptroller to file such report \*\*\*

State of NEW YORK  
Office of The State Comptroller  
Division of Local Government and School Accountability  
Albany, New York 12236



CITY OF Kingston

\*\*\* FINANCIAL SECTION \*\*\*

Financial Information for the following funds and account groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2018 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2019:

- (A) GENERAL
- (CD) SPECIAL GRANT
- (ES) ENTERPRISE SEWER
- (EW) ENTERPRISE WATER
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (PN) PERMANENT
- (TA) AGENCY
- (TE) PRIVATE PURPOSE TRUST
- (V) DEBT SERVICE
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2018 represent data filed by your government with OSC as reviewed and adjusted where necessary.

\*\*\* SUPPLEMENTAL SECTION \*\*\*

The Supplemental Section includes the following sections:

- 1) Statement of Indebtedness
- 2) Schedule of Time Deposits and Investments
- 3) Bank Reconciliation
- 4) Local Government Questionnaire
- 5) Schedule of Employee and Retiree Benefits
- 6) Schedule of Energy Costs and Consumption

All numbers in this report will be rounded to the nearest dollar.

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(A) GENERAL

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	5,232,441	A200	6,073,834
Cash In Time Deposits	3,609,189	A201	2,288,173
Petty Cash	1,150	A210	1,150
<b>TOTAL Cash</b>	<b>8,842,780</b>		<b>8,363,157</b>
Taxes Receivable, Current	750,176	A250	750,343
Taxes Receivable, Overdue	224,828	A260	336,549
City School Taxes Receivable	838,198	A290	762,514
Tax Sale Certificates	1,849,938	A320	1,767,787
Property Acquired For Taxes	1,609,588	A330	1,993,772
<b>TOTAL Taxes Receivable (net)</b>	<b>5,272,728</b>		<b>5,610,965</b>
Accounts Receivable	631,407	A380	1,045,889
<b>TOTAL Other Receivables (net)</b>	<b>631,407</b>		<b>1,045,889</b>
Due From State And Federal Government	1,205,850	A410	1,897,307
<b>TOTAL State And Federal Aid Receivables</b>	<b>1,205,850</b>		<b>1,897,307</b>
Due From Other Funds	2,402,681	A391	2,650,118
<b>TOTAL Due From Other Funds</b>	<b>2,402,681</b>		<b>2,650,118</b>
Due From Other Governments	2,323,420	A440	1,880,530
<b>TOTAL Due From Other Governments</b>	<b>2,323,420</b>		<b>1,880,530</b>
Inventory Of Materials And Supplies	8,395	A445	11,691
<b>TOTAL Inventories</b>	<b>8,395</b>		<b>11,691</b>
Prepaid Expenses	645,052	A480	688,788
<b>TOTAL Prepaid Expenses</b>	<b>645,052</b>		<b>688,788</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>21,332,313</b>		<b>22,148,445</b>

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(A) GENERAL

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	930,039	A600	1,562,347
<b>TOTAL Accounts Payable</b>	<b>930,039</b>		<b>1,562,347</b>
Accrued Liabilities	623,733	A601	677,699
<b>TOTAL Accrued Liabilities</b>	<b>623,733</b>		<b>677,699</b>
Due To Other Funds	313,761	A630	966,477
<b>TOTAL Due To Other Funds</b>	<b>313,761</b>		<b>966,477</b>
Due To Other Governments	321	A631	
Due To Employees' Retirement System	2,264,539	A637	1,818,989
Due To City School Districts	2,010,062	A661	1,346,412
<b>TOTAL Due To Other Governments</b>	<b>4,274,922</b>		<b>3,165,401</b>
<b>TOTAL Liabilities</b>	<b>6,142,455</b>		<b>6,371,924</b>
<b>Deferred Inflows of Resources</b>			
Deferred Inflow of Resources	746,641	A691	415,507
Deferred Taxes	4,220,733	A694	4,680,716
<b>TOTAL Deferred Inflows of Resources</b>	<b>4,967,374</b>		<b>5,096,223</b>
<b>TOTAL Deferred Inflows of Resources</b>	<b>4,967,374</b>		<b>5,096,223</b>
<b>Fund Balance</b>			
Not in Spendable Form	653,447	A806	700,478
<b>TOTAL Nonspendable Fund Balance</b>	<b>653,447</b>		<b>700,478</b>
Assigned Appropriated Fund Balance	904,082	A914	1,457,190
Assigned Unappropriated Fund Balance	1,176,191	A915	1,133,954
<b>TOTAL Assigned Fund Balance</b>	<b>2,080,273</b>		<b>2,591,144</b>
Unassigned Fund Balance	7,488,764	A917	7,388,676
<b>TOTAL Unassigned Fund Balance</b>	<b>7,488,764</b>		<b>7,388,676</b>
<b>TOTAL Fund Balance</b>	<b>10,222,484</b>		<b>10,680,298</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>21,332,313</b>		<b>22,148,445</b>

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(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Real Property Taxes	17,316,107	A1001	17,248,065
<b>TOTAL Real Property Taxes</b>	<b>17,316,107</b>		<b>17,248,065</b>
Gain From Sale of Tax Acq Property	331,056	A1051	
Other Payments In Lieu of Taxes	318,490	A1081	292,253
Interest & Penalties On Real Prop Taxes	432,095	A1090	493,717
<b>TOTAL Real Property Tax Items</b>	<b>1,081,641</b>		<b>785,971</b>
Non Prop Tax Dist By County	13,626,623	A1120	13,837,038
Utilities Gross Receipts Tax	385,048	A1130	420,947
Franchises	413,217	A1170	391,647
<b>TOTAL Non Property Tax Items</b>	<b>14,424,888</b>		<b>14,649,632</b>
Treasurer Fees	123,823	A1230	118,745
Clerk Fees	11,053	A1255	17,583
Other General Departmental Income	479,332	A1289	572,123
Police Fees	3,273	A1520	3,097
Fire Inspection Fees	43,605	A1540	54,338
Vital Statistics Fees	50,668	A1603	60,402
Parking Lots And Garages-No Tax	121,380	A1721	119,916
Parking Meter Fees Non-Taxable	518,940	A1741	556,440
Bus Operations	72,080	A1750	30,910
Other Transportation Departmental Income	4,187	A1789	3,105
Park And Recreational Charges	216,012	A2001	202,400
Special Recreational Facility Charges	214,438	A2025	28,098
Contributions, Private Agencies-Youth	125,000	A2070	225,802
Other Culture & Recreation Income	23,979	A2089	40,249
Zoning Fees	2,910	A2110	3,800
Refuse & Garbage Charges	150,406	A2130	154,029
<b>TOTAL Departmental Income</b>	<b>2,161,085</b>		<b>2,191,036</b>
General Services, Inter Government	636,922	A2210	986,938
Civil Service Charges	2,840	A2220	8,520
<b>TOTAL Intergovernmental Charges</b>	<b>639,762</b>		<b>995,458</b>
Interest And Earnings	131,426	A2401	215,541
Rental of Real Property	15,360	A2410	
Commissions	35	A2450	
<b>TOTAL Use of Money And Property</b>	<b>146,821</b>		<b>215,541</b>
Games of Chance	40	A2530	60
Licenses, Other	18,533	A2545	18,288
Permits, Other	793,759	A2590	871,694
<b>TOTAL Licenses And Permits</b>	<b>812,332</b>		<b>890,043</b>
Fines And Forfeited Bail	184,695	A2610	136,852
<b>TOTAL Fines And Forfeitures</b>	<b>184,695</b>		<b>136,852</b>
Sales of Scrap & Excess Materials	43,708	A2650	22,498
Insurance Recoveries	641,612	A2680	246,627
Self Insurance Recoveries	1,682	A2683	2,022
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>687,002</b>		<b>271,147</b>
Gifts And Donations	56,621	A2705	263,176

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Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Employees Contributions	631,838	A2709	681,749
Unclassified (specify)	27,049	A2770	134,768
<b>TOTAL Miscellaneous Local Sources</b>	<b>715,508</b>		<b>1,079,693</b>
Interfund Revenues	140,000	A2801	140,000
<b>TOTAL Interfund Revenues</b>	<b>140,000</b>		<b>140,000</b>
St Aid, Revenue Sharing	3,069,151	A3001	3,069,151
St Aid, Mortgage Tax	355,226	A3005	650,790
St Aid - Other (specify)	343,270	A3089	960,300
St Aid, Other Transportation	428,485	A3589	221,821
St Aid, Youth Programs	2,800	A3820	2,800
St Aid-Other Cul & Rec St Aid	80,708	A3889	105,812
<b>TOTAL State Aid</b>	<b>4,279,640</b>		<b>5,010,673</b>
Fed Aid, Crime Control	67,214	A4320	38,365
Fed Aid Other Transportation	787,090	A4589	499,932
<b>TOTAL Federal Aid</b>	<b>854,304</b>		<b>538,298</b>
<b>TOTAL Revenues</b>	<b>43,443,786</b>		<b>44,152,408</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>43,443,786</b>		<b>44,152,408</b>

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Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Legislative Board, Pers Serv	82,866	A10101	83,000
Legislative Board, Equip & Cap Outlay		A10102	1,228
Legislative Board, Contr Expend	12,425	A10104	18,210
Legislative Board, Empl Bnfts	13,562	A10108	12,807
<b>TOTAL Legislative Board</b>	<b>108,853</b>		<b>115,244</b>
Traffic Viol Bureau, Pers Serv	33,814	A11301	28,224
Traffic Viol Bureau, Contr Expend	57,931	A11304	72,026
Traffic Viol Bureau, Empl Bnfts	36,233	A11308	20,450
<b>TOTAL Traffic Viol Bureau</b>	<b>127,979</b>		<b>120,700</b>
Mayor, Pers Serv	100,631	A12101	96,388
Mayor, Equip & Cap Outlay		A12102	220
Mayor, Contr Expend	2,465	A12104	19,314
Mayor, Empl Bnfts	50,365	A12108	59,858
<b>TOTAL Mayor</b>	<b>153,460</b>		<b>175,780</b>
Comptroller,pers Serv	229,867	A13151	255,087
Comptroller, Equip & Cap Outlay	2,040	A13152	863
Comptroller, Contr Expend	9,536	A13154	38,330
Comptroller, Empl Bnfts	153,698	A13158	157,060
<b>TOTAL Comptroller</b>	<b>395,140</b>		<b>451,341</b>
Auditor, Contr Expend	35,800	A13204	36,400
<b>TOTAL Auditor</b>	<b>35,800</b>		<b>36,400</b>
Tax Collection,pers Serv	74,774	A13301	87,042
Tax Collection,contr Expend	9,371	A13304	10,372
Tax Collection,empl Bnfts	50,934	A13308	58,109
<b>TOTAL Tax Collection</b>	<b>135,078</b>		<b>155,523</b>
Purchasing, Pers Serv	45,983	A13451	46,041
Purchasing, Contr Expend	604	A13454	633
Purchasing, Empl Bnfts	24,516	A13458	26,330
<b>TOTAL Purchasing</b>	<b>71,103</b>		<b>73,005</b>
Assessment, Pers Serv	202,737	A13551	205,365
Assessment, Equip & Cap Outlay	1,997	A13552	
Assessment, Contr Expend	35,774	A13554	43,789
Assessment, Empl Bnfts	132,838	A13558	128,970
<b>TOTAL Assessment</b>	<b>373,345</b>		<b>378,124</b>
Tax Advertising, Contr Expend	2,512	A13624	6,593
<b>TOTAL Tax Advertising</b>	<b>2,512</b>		<b>6,593</b>
Exp On Prop Acq For Taxes, Contr Expend	4,807	A13644	2,109
<b>TOTAL Exp On Prop Acq For Taxes</b>	<b>4,807</b>		<b>2,109</b>
Clerk,pers Serv	123,187	A14101	122,247
Clerk,equip & Cap Outlay		A14102	908
Clerk,contr Expend	2,778	A14104	3,218
Clerk,empl Bnfts	68,597	A14108	89,945
<b>TOTAL Clerk</b>	<b>194,562</b>		<b>216,318</b>
Law, Pers Serv	234,352	A14201	234,189
Law, Equip & Cap Outlay		A14202	
Law, Contr Expend	186,058	A14204	137,555

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Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Law, Empl Bnfts	127,061	A14208	131,559
<b>TOTAL Law</b>	<b>547,471</b>		<b>503,303</b>
Personnel, Pers Serv	121,370	A14301	147,932
Personnel, Contr Expend	11,234	A14304	8,278
Personnel, Empl Bnfts	80,216	A14308	119,198
<b>TOTAL Personnel</b>	<b>212,820</b>		<b>275,409</b>
Engineer, Pers Serv	237,799	A14401	152,951
Engineer, Equip & Cap Outlay	15,088	A14402	3,986
Engineer, Contr Expend	29,235	A14404	24,759
Engineer, Empl Bnfts	88,783	A14408	77,680
<b>TOTAL Engineer</b>	<b>370,904</b>		<b>259,376</b>
Public Works Admin, Pers Serv	234,532	A14901	244,810
Public Works Admin, Equip & Cap Outlay	92,016	A14902	179,822
Public Works Admin, Contr Expend	211,773	A14904	202,420
Public Works Admin, Empl Bnfts	167,440	A14908	187,491
<b>TOTAL Public Works Admin</b>	<b>705,762</b>		<b>814,543</b>
Buildings, Pers Serv	148,200	A16201	193,326
Buildings, Equip & Cap Outlay		A16202	323,953
Buildings, Contr Expend	128,815	A16204	111,887
Buildings, Empl Bnfts	83,822	A16208	86,867
<b>TOTAL Buildings</b>	<b>360,837</b>		<b>716,034</b>
Central Comm System, Pers Serv	49,986	A16501	51,613
Central Comm System, Contr Expend	936	A16504	1,559
Central Comm System, Empl Bnfts	35,954	A16508	22,226
<b>TOTAL Central Comm System</b>	<b>86,876</b>		<b>75,399</b>
Central Print & Mail,contr Expend	22,535	A16704	17,149
<b>TOTAL Central Print &amp; Mail</b>	<b>22,535</b>		<b>17,149</b>
Central Data Process, Pers Serv	169,694	A16801	192,840
Central Data Process & Cap Outlay	5,813	A16802	9,725
Central Data Process, Contr Expend	186,990	A16804	196,659
Central Data Process, Empl Bnfts	93,755	A16808	111,499
<b>TOTAL Central Data Process</b>	<b>456,252</b>		<b>510,723</b>
Unallocated Insurance, Contr Expend	738,773	A19104	772,942
<b>TOTAL Unallocated Insurance</b>	<b>738,773</b>		<b>772,942</b>
Municipal Assn Dues, Contr Expend	6,268	A19204	6,268
<b>TOTAL Municipal Assn Dues</b>	<b>6,268</b>		<b>6,268</b>
Judgements And Claims, Contr Expend	235,005	A19304	313,485
<b>TOTAL Judgements And Claims</b>	<b>235,005</b>		<b>313,485</b>
<b>TOTAL General Government Support</b>	<b>5,346,143</b>		<b>5,995,768</b>
Police, Pers Serv	6,399,009	A31201	6,343,591
Police, Equip & Cap Outlay	210,774	A31202	135,463
Police, Contr Expend	755,524	A31204	656,574
Police, Empl Bnfts	4,069,484	A31208	4,198,456
<b>TOTAL Police</b>	<b>11,434,791</b>		<b>11,334,085</b>
Traffic Control, Pers Serv	188,725	A33101	198,170
Traffic Control, Contr Expen	76,712	A33104	81,147

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Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Traffic Control, Empl Bnfts	161,455	A33108	139,114
<b>TOTAL Traffic Control</b>	<b>426,892</b>		<b>418,430</b>
On-Street Parking, Pers Serv	123,807	A33201	136,628
On-Street Parking, Equipment & Cap Outlay	32,282	A33202	37,991
On-Street Parking, Contr Expend	20,590	A33204	30,653
On-Street Parking, Empl Bnfts	85,563	A33208	83,648
<b>TOTAL On-Street Parking</b>	<b>262,242</b>		<b>288,920</b>
Fire, Pers Serv	4,762,295	A34101	4,682,266
Fire, Equip & Cap Outlay	29,167	A34102	106,899
Fire, Contr Expend	370,642	A34104	312,609
Fire, Empl Bnfts	2,944,058	A34108	3,056,728
<b>TOTAL Fire</b>	<b>8,106,163</b>		<b>8,158,501</b>
Control of Animals, Contr Expend	68,388	A35104	66,313
Control of Animals, Empl Bnfts	2,823	A35108	2,557
<b>TOTAL Control of Animals</b>	<b>71,211</b>		<b>68,870</b>
Examining Boards, Contr Expend	1,185	A36104	1,720
<b>TOTAL Examining Boards</b>	<b>1,185</b>		<b>1,720</b>
Safety Inspection, Pers Serv	267,959	A36201	381,840
Safety Inspection, Equip & Cap Outlay	80,608	A36202	78,253
Safety Inspection, Contr Expend	24,307	A36204	25,210
Safety Inspection, Empl Bnfts	187,999	A36208	201,101
<b>TOTAL Safety Inspection</b>	<b>560,874</b>		<b>686,404</b>
Misc Public Safety, Pers Serv	38,898	A39891	46,987
Misc Public Safety, Contr Expend	11,203	A39894	8,915
Misc Public Safety, Empl Bnfts	41,722	A39898	25,898
<b>TOTAL Misc Public Safety</b>	<b>91,822</b>		<b>81,801</b>
<b>TOTAL Public Safety</b>	<b>20,955,180</b>		<b>21,038,732</b>
Public Health, Pers Serv	24,550	A40101	42,060
Public Health, Equip & Cap Outlay		A40102	11,414
Public Health, Contr Expend	10,142	A40104	13,604
Public Health, Empl Bnfts	1,878	A40108	7,872
<b>TOTAL Public Health</b>	<b>36,570</b>		<b>74,950</b>
Registrar of Vital Statistics, Pers Serv	53,057	A40201	46,513
Registrar of Vital Stat Contr Expend	45,085	A40204	1,928
Registrar of Vital Stat, Empl Bnfts	40,354	A40208	44,314
<b>TOTAL Registrar of Vital Stat</b>	<b>138,497</b>		<b>92,755</b>
<b>TOTAL Health</b>	<b>175,067</b>		<b>167,704</b>
Maint of Streets, Pers Serv	345,780	A51101	316,710
Maint of Streets, Equip & Cap Outlay	2,385	A51102	241,966
Maint of Streets, Contr Expend	69,817	A51104	65,265
Maint of Streets, Empl Bnfts	290,257	A51108	308,376
<b>TOTAL Maint of Streets</b>	<b>708,240</b>		<b>932,317</b>
Garage, Pers Serv	348,774	A51321	365,809
Garage, Equip & Cap Outlay	3,187	A51322	6,956
Garage, Contr Expend	70,892	A51324	57,025



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(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Garage, Empl Bnfts	284,295	A51328	296,852
<b>TOTAL Garage</b>	<b>707,147</b>		<b>726,641</b>
Snow Removal, Pers Serv	50,363	A51421	82,739
Snow Removal, Equip & Cap Outlay		A51422	
Snow Removal, Contr Expend	189,187	A51424	247,252
Snow Removal, Empl Bnfts	4,772	A51428	8,003
<b>TOTAL Snow Removal</b>	<b>244,322</b>		<b>337,995</b>
Street Lighting, Contr Expend	257,826	A51824	241,841
<b>TOTAL Street Lighting</b>	<b>257,826</b>		<b>241,841</b>
Bus Operations, Pers Serv	539,203	A56301	322,937
Bus Operations, Equip & Cap Outlay	355	A56302	
Bus Operations, Contr Expend	167,429	A56304	234,299
Bus Operations, Empl Bnfts	319,885	A56308	201,156
<b>TOTAL Bus Operations</b>	<b>1,026,871</b>		<b>758,392</b>
Off-Street Parking, Pers Serv	12,215	A56501	12,815
Off-Street Parking, Equip & Cap Outlay	27,800	A56502	
Off-Street Parking, Contr Expend	3,541	A56504	41,733
Off-Street Parking, Empl Bnfts	2,399	A56508	3,049
<b>TOTAL Off-Street Parking</b>	<b>45,954</b>		<b>57,598</b>
<b>TOTAL Transportation</b>	<b>2,990,361</b>		<b>3,054,784</b>
Programs For Aging, Pers Serv	714	A67721	
Programs For Aging, Contr Expend	15,269	A67724	5,982
Programs For Aging, Empl Bnfts	53	A67728	
<b>TOTAL Programs For Aging</b>	<b>16,036</b>		<b>5,982</b>
Other Eco & Dev, Pers Serv	178,542	A69891	435,146
Other Eco & Dev, Equip & Cap Outlay	3,385	A69892	23,528
Other Eco & Dev, Contr Expend	2,482	A69894	677,040
Other Econ & Dev, Empl Bnfts	124,437	A69898	273,939
<b>TOTAL Other Econ &amp; Dev</b>	<b>308,846</b>		<b>1,409,653</b>
<b>TOTAL Economic Assistance And Opportunity</b>	<b>324,882</b>		<b>1,415,635</b>
Council On The Arts, Pers Serv	12,122	A70101	20,359
Council On The Arts, Equip & Cap Outlay	1,192	A70102	
Council On The Arts, Contr Expend	3,178	A70104	906
Council On The Arts, Empl Bnfts	927	A70108	1,558
<b>TOTAL Council On The Arts</b>	<b>17,418</b>		<b>22,823</b>
Recreation Admini, Pers Serv	123,556	A70201	127,274
Recreation Admini, Contr Expend	20,529	A70204	20,223
Recreation Admini, Empl Bnfts	79,206	A70208	88,842
<b>TOTAL Recreation Admini</b>	<b>223,290</b>		<b>236,339</b>
Parks, Pers Serv	394,619	A71101	394,230
Parks, Equip & Cap Outlay	28,143	A71102	487,611
Parks, Contr Expend	96,782	A71104	115,648
Parks, Empl Bnfts	195,308	A71108	211,422
<b>TOTAL Parks</b>	<b>714,852</b>		<b>1,208,911</b>
Playgr & Rec Centers, Pers Serv	287,673	A71401	324,781
Playgr & Rec Centers, Equip & Cap Outlay	1,735	A71402	4,248

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Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Playgr & Rec Centers, Contr Expend	142,410	A71404	144,916
Playgr & Rec Centers, Empl Bnfts	129,750	A71408	128,772
<b>TOTAL Playgr &amp; Rec Centers</b>	<b>561,568</b>		<b>602,717</b>
Special Rec Facility, Pers Serv	356,212	A71801	400,029
Special Rec Facility, Equip & Cap Outlay	13,745	A71802	12,394
Special Rec Facility, Contr Expend	182,094	A71804	203,231
Special Rec Facility, Empl Bnfts	184,818	A71808	206,492
<b>TOTAL Special Rec Facility</b>	<b>736,868</b>		<b>822,147</b>
Youth Prog, Pers Serv	5,031	A73101	4,544
Youth Prog, Contr Expend	17,043	A73104	11,277
Youth Prog, Empl Bnfts	373	A73108	317
<b>TOTAL Youth Prog</b>	<b>22,448</b>		<b>16,138</b>
Historian, Contr Expend	750	A75104	750
<b>TOTAL Historian</b>	<b>750</b>		<b>750</b>
Historical Property, Contr Expend	315	A75204	546
<b>TOTAL Historical Property</b>	<b>315</b>		<b>546</b>
Celebrations, Pers Serv	4,089	A75501	3,866
Celebrations, Contr Expend	9,268	A75504	9,308
Celebrations, Empl Bnfts	306	A75508	287
<b>TOTAL Celebrations</b>	<b>13,662</b>		<b>13,462</b>
Other Performing Arts, Contr Expend	19,551	A75604	18,522
<b>TOTAL Other Performing Arts</b>	<b>19,551</b>		<b>18,522</b>
Adult Recreation, Pers Serv	8,650	A76201	15,252
Adult Recreation, Equip & Cap Outlay	6,184	A76202	4,540
Adult Recreation, Contr Expend	23,569	A76204	17,293
Adult Recreation, Empl Bnfts	659	A76208	1,237
<b>TOTAL Adult Recreation</b>	<b>39,062</b>		<b>38,322</b>
Other Culture And Rec, Contr Expend	9,765	A79894	14,943
Other Culture And Rec, Empl Bnfts	-879	A79898	803
<b>TOTAL Other Culture And Rec</b>	<b>8,885</b>		<b>15,746</b>
<b>TOTAL Culture And Recreation</b>	<b>2,358,669</b>		<b>2,996,421</b>
Zoning, Pers Serv		A80101	18,864
Zoning, Contr Expend	5,063	A80104	357
Zoning, Empl Bnfts	702	A80108	1,838
<b>TOTAL Zoning</b>	<b>5,765</b>		<b>21,058</b>
Planning, Pers Serv	171,781	A80201	184,540
Planning, Equip & Cap Outlay	950	A80202	926
Planning, Contr Expend	52,410	A80204	9,625
Planning, Empl Bnfts	96,547	A80208	101,597
<b>TOTAL Planning</b>	<b>321,688</b>		<b>296,689</b>
Human Rights, Pers Serv	24,968	A80401	25,077
Human Rights, Contr Expend	324	A80404	2,506
Human Rights, Empl Bnfts	6,865	A80408	6,081
<b>TOTAL Human Rights</b>	<b>32,157</b>		<b>33,664</b>

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(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Storm Sewers, Contr Expend	11,579	A81404	7,155
<b>TOTAL Storm Sewers</b>	<b>11,579</b>		<b>7,155</b>
Refuse & Garbage, Pers Serv	1,068,082	A81601	1,079,866
Refuse & Garbage, Contr Expend	1,019,098	A81604	973,771
Refuse & Garbage, Empl Bnfts	822,577	A81608	765,316
<b>TOTAL Refuse &amp; Garbage</b>	<b>2,909,757</b>		<b>2,818,953</b>
Street Cleaning, Pers Serv	154,400	A81701	146,627
Street Cleaning, Contr Expend	27,792	A81704	23,048
Street Cleaning, Empl Bnfts	140,890	A81708	140,341
<b>TOTAL Street Cleaning</b>	<b>323,082</b>		<b>310,016</b>
Shade Tree, Contr Expend	8,370	A85604	1,025
<b>TOTAL Shade Tree</b>	<b>8,370</b>		<b>1,025</b>
Flood & Erosion Control, Contr Expend	1,942	A87454	2,221
<b>TOTAL Flood &amp; Erosion Control</b>	<b>1,942</b>		<b>2,221</b>
Misc Home & Comm Serv, Contr Expend	7,597	A89894	7,225
<b>TOTAL Misc Home &amp; Comm Serv</b>	<b>7,597</b>		<b>7,225</b>
<b>TOTAL Home And Community Services</b>	<b>3,621,937</b>		<b>3,498,005</b>
Worker's Compensation, Empl Bnfts	865,983	A90408	842,727
Unemployment Insurance, Empl Bnfts	14,344	A90508	13,474
Disability Insurance, Empl Bnfts	11,055	A90558	14,296
Hospital & Medical (dental) Ins, Empl Bnft	3,187,602	A90608	3,157,936
Other Employee Benefits (spec)	31,149	A90898	26,313
<b>TOTAL Employee Benefits</b>	<b>4,110,133</b>		<b>4,054,747</b>
Debt Principal, Bond Anticipation Notes	519,594	A97306	300,000
Install Pur Debt, Principal	130,499	A97856	135,411
<b>TOTAL Debt Principal</b>	<b>650,093</b>		<b>435,411</b>
Debt Interest, Bond Anticipation Notes	50,124	A97307	16,552
Install Pur Debt, Interest	22,067	A97857	17,154
<b>TOTAL Debt Interest</b>	<b>72,191</b>		<b>33,706</b>
<b>TOTAL Expenditures</b>	<b>40,604,656</b>		<b>42,690,913</b>
Transfers, Other Funds	1,800,326	A99019	1,686,877
<b>TOTAL Operating Transfers</b>	<b>1,800,326</b>		<b>1,686,877</b>
<b>TOTAL Other Uses</b>	<b>1,800,326</b>		<b>1,686,877</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>42,404,982</b>		<b>44,377,790</b>

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(A) GENERAL

**Analysis of Changes in Fund Balance**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>9,183,680</b>	<b>A8021</b>	<b>10,222,485</b>
Prior Period Adj -Increase In Fund Balance		A8012	687,463
Prior Period Adj -Decrease In Fund Balance		A8015	4,267
<b>Restated Fund Balance - Beg of Year</b>	<b>9,183,680</b>	<b>A8022</b>	<b>10,905,681</b>
ADD - REVENUES AND OTHER SOURCES	43,443,786		44,152,408
DEDUCT - EXPENDITURES AND OTHER USES	42,404,982		44,377,790
<b>Fund Balance - End of Year</b>	<b>10,222,485</b>	<b>A8029</b>	<b>10,680,298</b>

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(A) GENERAL

Budget Summary

Code Description	2019	EdpCode	2020
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	17,709,231	A1049N	17,693,207
Est Rev - Real Property Tax Items	816,000	A1099N	886,000
Est Rev - Non Property Tax Items	14,430,000	A1199N	15,135,000
Est Rev - Departmental Income	2,044,401	A1299N	2,006,325
Est Rev - Intergovernmental Charges	493,990	A2399N	1,037,080
Est Rev - Use of Money And Property	115,200	A2499N	180,300
Est Rev - Licenses And Permits	646,150	A2599N	767,569
Est Rev - Fines And Forfeitures	214,000	A2649N	144,000
Est Rev - Sale of Prop And Comp For Loss	119,750	A2699N	88,800
Est Rev - Miscellaneous Local Sources	1,152,563	A2799N	1,042,835
Est Rev - Interfund Revenues	140,000	A2801N	140,000
Est Rev - State Aid	4,411,222	A3099N	3,679,350
Est Rev - Federal Aid	779,888	A4099N	206,677
<b>TOTAL Estimated Revenues</b>	<b>43,072,395</b>		<b>43,007,143</b>
Appropriated Fund Balance	904,082	A599N	1,457,190
<b>TOTAL Estimated Other Sources</b>	<b>904,082</b>		<b>1,457,190</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>43,976,477</b>		<b>44,464,333</b>

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(A) GENERAL

Budget Summary

Code Description	2019	EdpCode	2020
<b>Appropriations</b>			
App - General Government Support	7,070,173	A1999N	7,721,678
App - Public Safety	20,517,830	A3999N	20,978,502
App - Health	175,650	A4999N	172,464
App - Transportation	3,113,834	A5999N	2,686,610
App - Economic Assistance And Opportunity	1,210,202	A6999N	976,702
App - Culture And Recreation	2,525,411	A7999N	2,682,708
App - Home And Community Services	3,616,934	A8999N	3,745,310
App - Employee Benefits	3,493,000	A9199N	3,418,000
App - Debt Service	1,688,377	A9899N	1,437,793
<b>TOTAL Appropriations</b>	<b>43,411,411</b>		<b>43,819,767</b>
App - Interfund Transfer	565,066	A9999N	644,566
<b>TOTAL Other Uses</b>	<b>565,066</b>		<b>644,566</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>43,976,477</b>		<b>44,464,333</b>

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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash In Time Deposits	196,060	CD201	355,925
<b>TOTAL Cash</b>	<b>196,060</b>		<b>355,925</b>
Accounts Receivable	10,000	CD380	
Rehabilitation Loan Receivable	871,478	CD390	845,758
<b>TOTAL Other Receivables (net)</b>	<b>881,478</b>		<b>845,758</b>
Due From State And Federal Government	97,716	CD410	95,939
<b>TOTAL State And Federal Aid Receivables</b>	<b>97,716</b>		<b>95,939</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>1,175,254</b>		<b>1,297,622</b>

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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable		CD600	163,105
<b>TOTAL Accounts Payable</b>	<b>0</b>		<b>163,105</b>
Due To Other Funds	96,453	CD630	27,039
<b>TOTAL Due To Other Funds</b>	<b>96,453</b>		<b>27,039</b>
Due To Other Governments	83	CD631	83
<b>TOTAL Due To Other Governments</b>	<b>83</b>		<b>83</b>
<b>TOTAL Liabilities</b>	<b>96,536</b>		<b>190,227</b>
<b>Deferred Inflows of Resources</b>			
Deferred Inflow of Resources	911,203	CD691	888,483
<b>TOTAL Deferred Inflows of Resources</b>	<b>911,203</b>		<b>888,483</b>
<b>TOTAL Deferred Inflows of Resources</b>	<b>911,203</b>		<b>888,483</b>
<b>Fund Balance</b>			
Assigned Unappropriated Fund Balance	167,515	CD915	218,912
<b>TOTAL Assigned Fund Balance</b>	<b>167,515</b>		<b>218,912</b>
<b>TOTAL Fund Balance</b>	<b>167,515</b>		<b>218,912</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>1,175,254</b>		<b>1,297,622</b>



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(CD) SPECIAL GRANT

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Interest And Earnings		CD2401	50
<b>TOTAL Use of Money And Property</b>	<b>0</b>		<b>50</b>
Unclassified (specify)	18,404	CD2770	25,750
<b>TOTAL Miscellaneous Local Sources</b>	<b>18,404</b>		<b>25,750</b>
Other Aid (specify)	48,875	CD3089	15,000
<b>TOTAL State Aid</b>	<b>48,875</b>		<b>15,000</b>
Fed Aid, Community Development Act	546,716	CD4910	582,106
Federal Aid - Sewer		CD4990	205,031
<b>TOTAL Federal Aid</b>	<b>546,716</b>		<b>787,137</b>
<b>TOTAL Revenues</b>	<b>613,995</b>		<b>827,937</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>613,995</b>		<b>827,937</b>

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(CD) SPECIAL GRANT

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Public Works Fac Site, Equip & Cap	131,225	CD86622	413,633
<b>TOTAL Public Works Fac Site</b>	<b>131,225</b>		<b>413,633</b>
Rehab Loans & Grant, Contr Expend	145,174	CD86684	189,897
<b>TOTAL Rehab Loans &amp; Grant</b>	<b>145,174</b>		<b>189,897</b>
Prov of Public Service, Contr Expen	101,891	CD86764	79,033
<b>TOTAL Prov of Public Service</b>	<b>101,891</b>		<b>79,033</b>
Plan & Manage Devel, Pers Serv	25,784	CD86841	
Plan & Manage Devel, Contr Expend	49,841	CD86844	
Plan & Manage Devel, Empl Bnfts	3,311	CD86848	
<b>TOTAL Plan &amp; Manage Devel</b>	<b>78,936</b>		<b>0</b>
Administration, Pers Serv	94,727	CD86861	
Administration, Contr Expend	25,287	CD86864	
Administration, Empl Bnfts	48,422	CD86868	
<b>TOTAL Administration</b>	<b>168,436</b>		<b>0</b>
Econ Dev Zone - Contr Expend		CD86874	151,286
<b>TOTAL Econ Dev Zone - Contr Expend</b>	<b>0</b>		<b>151,286</b>
<b>TOTAL Home And Community Services</b>	<b>625,662</b>		<b>833,849</b>
<b>TOTAL Expenditures</b>	<b>625,662</b>		<b>833,849</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>625,662</b>		<b>833,849</b>

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(CD) SPECIAL GRANT

**Analysis of Changes in Fund Balance**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>275,298</b>	<b>CD8021</b>	<b>167,515</b>
Prior Period Adj -Increase In Fund Balance		CD8012	57,309
Prior Period Adj -Decrease In Fund Balance	96,116	CD8015	
<b>Restated Fund Balance - Beg of Year</b>	<b>179,182</b>	<b>CD8022</b>	<b>224,824</b>
ADD - REVENUES AND OTHER SOURCES	613,995		827,937
DEDUCT - EXPENDITURES AND OTHER USES	625,662		833,849
<b>Fund Balance - End of Year</b>	<b>167,515</b>	<b>CD8029</b>	<b>218,912</b>

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(ES) ENTERPRISE SEWER

Statement of Net Position

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	786,765	ES200	1,361,253
Cash In Time Deposits		ES201	1,002,392
<b>TOTAL Cash</b>	<b>786,765</b>		<b>2,363,645</b>
Accounts Receivable	1,067,520	ES380	984,395
<b>TOTAL Other Receivables (net)</b>	<b>1,067,520</b>		<b>984,395</b>
Due From State And Federal Government		ES410	1,641,139
<b>TOTAL State And Federal Aid Receivables</b>	<b>0</b>		<b>1,641,139</b>
Due From Other Funds	2,606,479	ES391	404,493
<b>TOTAL Due From Other Funds</b>	<b>2,606,479</b>		<b>404,493</b>
Due From Other Governments	831,586	ES440	259,880
<b>TOTAL Due From Other Governments</b>	<b>831,586</b>		<b>259,880</b>
Prepaid Expenses	992	ES480	46,262
<b>TOTAL Prepaid Expenses</b>	<b>992</b>		<b>46,262</b>
Land	244,930	ES101	244,930
Improvements Other Than Buildings	12,275,198	ES103	7,495,407
Machinery And Equipment	2,835,047	ES104	2,028,147
Construction Work In Progress	4,274,853	ES105	5,420,764
Infrastructure	27,302,569	ES106	27,444,396
Accum Deprec, Infrastructure	-19,925,635	ES116	-15,401,061
<b>TOTAL Fixed Assets (net)</b>	<b>27,006,962</b>		<b>27,232,583</b>
Deferred Outflow of Resources	122,721	ES495	695,266
Deferred Outflows of Resources - Pensions	543,490	ES496	304,896
<b>TOTAL Deferred Outflows of Resources</b>	<b>666,211</b>		<b>1,000,162</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>32,966,515</b>		<b>33,932,559</b>

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(ES) ENTERPRISE SEWER

Statement of Net Position

Code Description	2018	EdpCode	2019
Accounts Payable	539,556	ES600	470,710
<b>TOTAL Accounts Payable</b>	<b>539,556</b>		<b>470,710</b>
Accrued Liabilities	53,145	ES601	58,629
<b>TOTAL Accrued Liabilities</b>	<b>53,145</b>		<b>58,629</b>
Bond Anticipation Notes Payable	3,807,399	ES626	4,396,366
<b>TOTAL Notes Payable</b>	<b>3,807,399</b>		<b>4,396,366</b>
Net Pension Liability -Proportionate Share	136,121	ES638	304,478
Total OPEB Liability	11,385,336	ES683	11,695,212
Installment Purchase Debt	929,586	ES685	697,890
Compensated Absences	241,814	ES687	274,570
Other Liabilities	78,657	ES688	
<b>TOTAL Other Liabilities</b>	<b>12,771,514</b>		<b>12,972,150</b>
Due To Other Funds	698,082	ES630	
<b>TOTAL Due To Other Funds</b>	<b>698,082</b>		<b>0</b>
Due To Employees' Retirement System	88,157	ES637	
<b>TOTAL Due To Other Governments</b>	<b>88,157</b>		<b>0</b>
Bonds Payable	10,996,915	ES628	10,189,519
Bond Interest And Matured Bonds Payable	80,694	ES629	115,222
<b>TOTAL Bond And Long Term Liabilities</b>	<b>11,077,609</b>		<b>10,304,741</b>
<b>TOTAL Liabilities</b>	<b>29,035,462</b>		<b>28,202,596</b>
<b>Deferred Inflows of Resources</b>			
Deferred Inflow of Resources	42,021	ES691	590,990
Deferred Inflows of Resources - Pensions	430,657	ES697	101,652
<b>TOTAL Deferred Inflows of Resources</b>	<b>472,678</b>		<b>692,642</b>
<b>TOTAL Deferred Inflows of Resources</b>	<b>472,678</b>		<b>692,642</b>
<b>Fund Balance</b>			
Net Assets-Invsted In Cap Asts, Net Rltd D	10,995,550	ES920	11,948,807
Net Assets-Restricted For Other Purposes	2,795,327	ES923	1,181,808
Net Assets-Unrestricted (deficit)	-10,332,502	ES924	-8,093,294
<b>TOTAL Net Position</b>	<b>3,458,375</b>		<b>5,037,321</b>
<b>TOTAL Fund Balance</b>	<b>3,458,375</b>		<b>5,037,321</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>32,966,515</b>		<b>33,932,559</b>

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(ES) ENTERPRISE SEWER

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Sewer Charges	4,679,644	ES2122	4,484,395
Int & Penalties On Sewer Accts	24,495	ES2128	28,311
<b>TOTAL Charges For Services Within Locality</b>	<b>4,704,139</b>		<b>4,512,706</b>
Sewer Service - Other Gov'Ts	445,168	ES2374	455,880
<b>TOTAL Charges For Services To Other Localities</b>	<b>445,168</b>		<b>455,880</b>
Sale of Scrap Materials		ES2650	1,375
Insurance Recoveries	1,357	ES2680	4,286
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>1,357</b>		<b>5,661</b>
Interest And Earnings	2,979	ES2401	15,928
<b>TOTAL Use of Money And Property</b>	<b>2,979</b>		<b>15,928</b>
Employees Contributions	28,070	ES2709	31,145
Unclassified (specify)	38,295	ES2770	6,423
<b>TOTAL Other</b>	<b>66,365</b>		<b>37,568</b>
St Aid, Oper & Main of Sewer	171,050	ES3901	295,923
<b>TOTAL State Aid</b>	<b>171,050</b>		<b>295,923</b>
Fed Aid, Other Home & Comm Svc	1,743,076	ES4989	1,303,194
<b>TOTAL Federal Aid</b>	<b>1,743,076</b>		<b>1,303,194</b>
<b>TOTAL Revenues</b>	<b>7,134,134</b>		<b>6,626,860</b>
<b>TOTAL Operating Revenue</b>	<b>7,134,134</b>		<b>6,626,860</b>

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(ES) ENTERPRISE SEWER

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenses</b>			
Sanitary Sewers, Pers Serv	618,287	ES81201	634,935
<b>TOTAL Sanitary Sewers</b>	<b>618,287</b>		<b>634,935</b>
Sewage Treatment And Disposal-Pers Serv	520,925	ES81301	602,094
<b>TOTAL Sewage Treatment And Disposal-Pers Serv</b>	<b>520,925</b>		<b>602,094</b>
<b>TOTAL Personal Services</b>	<b>1,139,212</b>		<b>1,237,029</b>
Depreciation	1,079,109	ES19944	1,099,506
<b>TOTAL Depreciation</b>	<b>1,079,109</b>		<b>1,099,506</b>
Sanitary Sewers, Contr Expend	319,263	ES81204	281,810
<b>TOTAL Sanitary Sewers</b>	<b>319,263</b>		<b>281,810</b>
Sewage Treatment And Disposal-Contr Expend	1,046,383	ES81304	901,960
<b>TOTAL Sewage Treatment And Disposal-Contr Expend</b>	<b>1,046,383</b>		<b>901,960</b>
<b>TOTAL Contractual Expenses</b>	<b>2,444,755</b>		<b>2,283,276</b>
Sanitary Sewers, Empl Bnfts	1,152,787	ES81208	742,733
<b>TOTAL Sanitary Sewers</b>	<b>1,152,787</b>		<b>742,733</b>
Sewage Treatment And Disposal-Empl Bnfts	268,186	ES81308	294,724
<b>TOTAL Sewage Treatment And Disposal-Empl Bnfts</b>	<b>268,186</b>		<b>294,724</b>
<b>TOTAL Employee Benefits</b>	<b>1,420,973</b>		<b>1,037,457</b>
Debt Interest, Serial Bonds	210,687	ES97107	298,659
Debt Interest, Bond Anticipation Notes	24,012	ES97307	78,230
Install Pur Debt, Interest	40,060	ES97857	32,201
<b>TOTAL Interest Expense</b>	<b>274,759</b>		<b>409,090</b>
<b>TOTAL Expenses</b>	<b>5,279,699</b>		<b>4,966,852</b>
<b>TOTAL Operating Expenses</b>	<b>5,279,699</b>		<b>4,966,852</b>

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(ES) ENTERPRISE SEWER

**Analysis of Changes in Net Position**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Net Position</b>			
Net Position - Beginning of Year	7,836,473	ES8021	3,458,375
Prior Period Adj -Decrease In Net Position	6,232,533	ES8015	81,061
Restated Net Position - Beg of Year	1,603,940	ES8022	3,377,314
ADD - REVENUES AND OTHER SOURCES	7,134,134		6,626,860
DEDUCT - EXPENDITURES AND OTHER USES	5,279,699		4,966,852
Net Position - End of Year	3,458,375	ES8029	5,037,322



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Cash Flow

Code Description	2018	EdpCode	2019
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(EW) ENTERPRISE WATER

Statement of Net Position

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	2,399,814	EW200	1,861,382
Cash In Time Deposits	1,265,018	EW201	1,276,864
Petty Cash	100	EW210	100
<b>TOTAL Cash</b>	<b>3,664,932</b>		<b>3,138,346</b>
Accounts Receivable	686,931	EW380	683,206
Accrued Interest Receivable	351,292	EW381	330,386
<b>TOTAL Other Receivables (net)</b>	<b>1,038,223</b>		<b>1,013,592</b>
Due From Other Governments	59,486	EW440	
<b>TOTAL Due From Other Governments</b>	<b>59,486</b>		<b>0</b>
Inventory Of Materials And Supplies	154,729	EW445	162,764
<b>TOTAL Inventories</b>	<b>154,729</b>		<b>162,764</b>
Prepaid Expenses	194,280	EW480	251,916
<b>TOTAL Prepaid Expenses</b>	<b>194,280</b>		<b>251,916</b>
Improvements Other Than Buildings	22,204,685	EW103	25,078,983
Machinery And Equipment	1,169,281	EW104	1,087,532
Accum Depr, Imp Other Than Bld	-8,832,753	EW113	-9,410,328
<b>TOTAL Fixed Assets (net)</b>	<b>14,541,213</b>		<b>16,756,187</b>
Deferred Outflow of Resources	48,265	EW495	458,502
Deferred Outflows of Resources - Pensions	629,670	EW496	310,255
<b>TOTAL Deferred Outflows of Resources</b>	<b>677,935</b>		<b>768,757</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>20,330,798</b>		<b>22,091,562</b>

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(EW) ENTERPRISE WATER

Statement of Net Position

Code Description	2018	EdpCode	2019
Accounts Payable	65,669	EW600	948,534
<b>TOTAL Accounts Payable</b>	<b>65,669</b>		<b>948,534</b>
Accrued Liabilities	7,397	EW601	62,160
<b>TOTAL Accrued Liabilities</b>	<b>7,397</b>		<b>62,160</b>
Customers' Deposits	9,300	EW615	9,300
<b>TOTAL Other Deposits</b>	<b>9,300</b>		<b>9,300</b>
Bond Anticipation Notes Payable	4,234,213	EW626	4,140,137
<b>TOTAL Notes Payable</b>	<b>4,234,213</b>		<b>4,140,137</b>
Net Pension Liability -Proportionate Share	157,705	EW638	309,828
Total OPEB Liability	8,798,759	EW683	9,077,115
Installment Purchase Debt	158,214	EW685	109,689
Compensated Absences	196,162	EW687	211,269
Other Liabilities		EW688	6,703
<b>TOTAL Other Liabilities</b>	<b>9,310,840</b>		<b>9,714,604</b>
Due To Other Funds	10,966	EW630	3,044
<b>TOTAL Due To Other Funds</b>	<b>10,966</b>		<b>3,044</b>
Bonds Payable	6,138,279	EW628	5,690,523
Bond Interest And Matured Bonds Payable	39,366	EW629	89,063
<b>TOTAL Bond And Long Term Liabilities</b>	<b>6,177,645</b>		<b>5,779,586</b>
<b>TOTAL Liabilities</b>	<b>19,816,030</b>		<b>20,657,365</b>
<b>Deferred Inflows of Resources</b>			
Deferred Inflow of Resources		EW691	386,930
Deferred Inflows of Resources - Pensions	498,945	EW697	103,439
<b>TOTAL Deferred Inflows of Resources</b>	<b>498,945</b>		<b>490,369</b>
<b>TOTAL Deferred Inflows of Resources</b>	<b>498,945</b>		<b>490,369</b>
<b>Fund Balance</b>			
Net Assets-Invsted In Cap Asts, Net Rltd D	5,162,701	EW920	6,517,322
Net Assets-Unrestricted (deficit)	-5,146,878	EW924	-5,573,494
<b>TOTAL Net Position</b>	<b>15,823</b>		<b>943,828</b>
<b>TOTAL Fund Balance</b>	<b>15,823</b>		<b>943,828</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>20,330,798</b>		<b>22,091,562</b>

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(EW) ENTERPRISE WATER

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Metered Water Sales	4,402,450	EW2140	4,325,274
Water Service Charges	61,020	EW2144	72,195
Interest & Penalties On Water Rents	77,854	EW2148	84,984
Interfund Revenues	45,743	EW2801	52,374
<b>TOTAL Charges For Services Within Locality</b>	<b>4,587,067</b>		<b>4,534,827</b>
Sale of Scrap Materials	2,654	EW2650	1,512
Sales, Other		EW2655	105,255
Insurance Recoveries		EW2680	5,573
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>2,654</b>		<b>112,340</b>
Interest And Earnings	7,729	EW2401	22,379
Rental of Real Property		EW2410	52,986
<b>TOTAL Use of Money And Property</b>	<b>7,729</b>		<b>75,365</b>
Unclassified (specify)	174,643	EW2770	9,313
<b>TOTAL Other</b>	<b>174,643</b>		<b>9,313</b>
St Aid - Other Home And Community Service	194,996	EW3989	822,004
<b>TOTAL State Aid</b>	<b>194,996</b>		<b>822,004</b>
Fed Aid, Other Home & Comm Serv	21,750	EW4989	391,054
<b>TOTAL Federal Aid</b>	<b>21,750</b>		<b>391,054</b>
<b>TOTAL Revenues</b>	<b>4,988,839</b>		<b>5,944,903</b>
<b>TOTAL Operating Revenue</b>	<b>4,988,839</b>		<b>5,944,903</b>

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(EW) ENTERPRISE WATER

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenses</b>			
Water Administration-Pers Serv	281,244	EW83101	297,166
<b>TOTAL Water Administration-Pers Serv</b>	<b>281,244</b>		<b>297,166</b>
Purification-Pers Serv	638,903	EW83301	668,443
<b>TOTAL Purification-Pers Serv</b>	<b>638,903</b>		<b>668,443</b>
Transportation And Distribution-Pers Serv	558,579	EW83401	624,812
<b>TOTAL Transportation And Distribution-Pers Serv</b>	<b>558,579</b>		<b>624,812</b>
<b>TOTAL Personal Services</b>	<b>1,478,726</b>		<b>1,590,421</b>
Taxes & Assess On Munic Prop, Contr Expend	295,833	EW19504	315,651
<b>TOTAL Taxes &amp; Assess On Munic Prop</b>	<b>295,833</b>		<b>315,651</b>
Depreciation	680,512	EW19944	766,095
<b>TOTAL Depreciation</b>	<b>680,512</b>		<b>766,095</b>
Water Administration-Contr Expend	207,268	EW83104	280,702
<b>TOTAL Water Administration-Contr Expend</b>	<b>207,268</b>		<b>280,702</b>
Source Supply Pwr & Pump Contr Expend	4,796	EW83204	6,312
<b>TOTAL Source Supply Pwr &amp; Pump Contr Expend</b>	<b>4,796</b>		<b>6,312</b>
Purification-Contr Expend	236,064	EW83304	241,692
<b>TOTAL Purification-Contr Expend</b>	<b>236,064</b>		<b>241,692</b>
Transportation And Distribution-Contr Expe	166,441	EW83404	194,244
<b>TOTAL Transportation And Distribution-Contr Expe</b>	<b>166,441</b>		<b>194,244</b>
<b>TOTAL Contractual Expenses</b>	<b>1,590,914</b>		<b>1,804,696</b>
Water Administration-Empl Bnfts	1,317,167	EW83108	1,338,027
<b>TOTAL Water Administration-Empl Bnfts</b>	<b>1,317,167</b>		<b>1,338,027</b>
<b>TOTAL Employee Benefits</b>	<b>1,317,167</b>		<b>1,338,027</b>
Debt Interest, Serial Bonds	115,685	EW97107	196,651
<b>TOTAL Interest Expense</b>	<b>115,685</b>		<b>196,651</b>
<b>TOTAL Expenses</b>	<b>4,502,492</b>		<b>4,929,795</b>
<b>TOTAL Operating Expenses</b>	<b>4,502,492</b>		<b>4,929,795</b>

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(EW) ENTERPRISE WATER

**Analysis of Changes in Net Position**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Net Position</b>			
Net Position - Beginning of Year	4,723,725	EW8021	15,823
Prior Period Adj -Decrease In Net Position	5,194,249	EW8015	87,103
Restated Net Position - Beg of Year	-470,524	EW8022	-71,280
ADD - REVENUES AND OTHER SOURCES	4,988,839		5,944,903
DEDUCT - EXPENDITURES AND OTHER USES	4,502,492		4,929,795
Net Position - End of Year	15,823	EW8029	943,828

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Cash Flow

Code Description	2018	EdpCode	2019
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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	49,378	H200	49,570
<b>TOTAL Cash</b>	<b>49,378</b>		<b>49,570</b>
Accounts Receivable	19,700	H380	77,160
<b>TOTAL Other Receivables (net)</b>	<b>19,700</b>		<b>77,160</b>
Due From State And Federal Government	1,789,238	H410	2,981,194
<b>TOTAL State And Federal Aid Receivables</b>	<b>1,789,238</b>		<b>2,981,194</b>
Due From Other Funds	385,407	H391	423,132
<b>TOTAL Due From Other Funds</b>	<b>385,407</b>		<b>423,132</b>
Due From Other Governments		H440	
<b>TOTAL Due From Other Governments</b>	<b>0</b>		<b>0</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>2,243,723</b>		<b>3,531,056</b>



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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	919,992	H600	2,529,600
<b>TOTAL Accounts Payable</b>	<b>919,992</b>		<b>2,529,600</b>
Bond Anticipation Notes Payable	1,030,433	H626	5,804,776
<b>TOTAL Notes Payable</b>	<b>1,030,433</b>		<b>5,804,776</b>
Due To Other Funds	1,877,450	H630	2,504,781
<b>TOTAL Due To Other Funds</b>	<b>1,877,450</b>		<b>2,504,781</b>
<b>TOTAL Liabilities</b>	<b>3,827,875</b>		<b>10,839,157</b>
<b>Deferred Inflows of Resources</b>			
Deferred Inflow of Resources	4,787	H691	
<b>TOTAL Deferred Inflows of Resources</b>	<b>4,787</b>		<b>0</b>
<b>TOTAL Deferred Inflows of Resources</b>	<b>4,787</b>		<b>0</b>
<b>Fund Balance</b>			
Assigned Appropriated Fund Balance	6,098,347	H914	1,710,921
<b>TOTAL Assigned Fund Balance</b>	<b>6,098,347</b>		<b>1,710,921</b>
Unassigned Fund Balance	-7,687,286	H917	-9,019,022
<b>TOTAL Unassigned Fund Balance</b>	<b>-7,687,286</b>		<b>-9,019,022</b>
<b>TOTAL Fund Balance</b>	<b>-1,588,939</b>		<b>-7,308,101</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>2,243,723</b>		<b>3,531,056</b>

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Misc Revenue, Other Govts	19,700	H2389	108,456
<b>TOTAL Intergovernmental Charges</b>	<b>19,700</b>		<b>108,456</b>
Interest And Earnings	3	H2401	
<b>TOTAL Use of Money And Property</b>	<b>3</b>		<b>0</b>
Gifts And Donations		H2705	150,000
Premium & Accrued Interest On Obligations	5,431	H2710	68,673
Unclassified (specify)	23,710	H2770	166,014
<b>TOTAL Miscellaneous Local Sources</b>	<b>29,141</b>		<b>384,687</b>
St Aid, Consolidated Highway Aid	673,085	H3501	595,082
St Aid, Other Transportation	522,205	H3589	1,023,726
<b>TOTAL State Aid</b>	<b>1,195,290</b>		<b>1,618,808</b>
Fed Aid Other Transportation	584,756	H4589	951,645
<b>TOTAL Federal Aid</b>	<b>584,756</b>		<b>951,645</b>
<b>TOTAL Revenues</b>	<b>1,828,890</b>		<b>3,063,596</b>
Interfund Transfers	78,355	H5031	
<b>TOTAL Interfund Transfers</b>	<b>78,355</b>		<b>0</b>
Serial Bonds	7,036,000	H5710	
Bans Redeemed From Appropriations	860,263	H5731	300,000
<b>TOTAL Proceeds of Obligations</b>	<b>7,896,263</b>		<b>300,000</b>
<b>TOTAL Other Sources</b>	<b>7,974,618</b>		<b>300,000</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>9,803,508</b>		<b>3,363,596</b>

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Buildings, Equip & Cap Outlay	32,652	H16202	
<b>TOTAL Buildings</b>	<b>32,652</b>		<b>0</b>
General Govt, Equip & Cap Outlay	174,890	H19972	148,973
<b>TOTAL General Govt</b>	<b>174,890</b>		<b>148,973</b>
<b>TOTAL General Government Support</b>	<b>207,542</b>		<b>148,973</b>
Police, Equip & Cap Outlay	155,270	H31202	128,564
<b>TOTAL Police</b>	<b>155,270</b>		<b>128,564</b>
Traffic Control, Equip & Cap Outlay	30,750	H33102	
<b>TOTAL Traffic Control</b>	<b>30,750</b>		<b>0</b>
Fire, Equip & Cap Outlay	994,943	H34102	601,875
<b>TOTAL Fire</b>	<b>994,943</b>		<b>601,875</b>
<b>TOTAL Public Safety</b>	<b>1,180,963</b>		<b>730,439</b>
Maint of Streets, Equip & Cap Outlay	1,571,877	H51102	3,704,421
<b>TOTAL Maint of Streets</b>	<b>1,571,877</b>		<b>3,704,421</b>
<b>TOTAL Transportation</b>	<b>1,571,877</b>		<b>3,704,421</b>
Parks, Equip & Cap Outlay	5,826	H71102	166,271
<b>TOTAL Parks</b>	<b>5,826</b>		<b>166,271</b>
Playgr & Rec Centers, Equip & Cap Outlay	13,673	H71402	
<b>TOTAL Playgr &amp; Rec Centers</b>	<b>13,673</b>		<b>0</b>
<b>TOTAL Culture And Recreation</b>	<b>19,499</b>		<b>166,271</b>
Storm Sewers, Equip & Cap Outlay	243,251	H81402	3,150,427
<b>TOTAL Storm Sewers</b>	<b>243,251</b>		<b>3,150,427</b>
Flood & Erosion Control, Equip & Cap Outla	81,249	H87452	60,030
<b>TOTAL Flood &amp; Erosion Control</b>	<b>81,249</b>		<b>60,030</b>
Misc Home & Comm Serv, Equip & Cap Outlay	74,985	H89892	1,130,311
<b>TOTAL Misc Home &amp; Comm Serv</b>	<b>74,985</b>		<b>1,130,311</b>
<b>TOTAL Home And Community Services</b>	<b>399,485</b>		<b>4,340,768</b>
Debt Principal, Bond Anticipation Notes	340,669	H97306	
<b>TOTAL Debt Principal</b>	<b>340,669</b>		<b>0</b>
Debt Interest, Bond Anticipation Notes	17,408	H97307	5,431
<b>TOTAL Debt Interest</b>	<b>17,408</b>		<b>5,431</b>
<b>TOTAL Expenditures</b>	<b>3,737,443</b>		<b>9,096,303</b>
Transfers, Other Funds	344,509	H99019	
<b>TOTAL Operating Transfers</b>	<b>344,509</b>		<b>0</b>
<b>TOTAL Other Uses</b>	<b>344,509</b>		<b>0</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>4,081,952</b>		<b>9,096,303</b>

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(H) CAPITAL PROJECTS

**Analysis of Changes in Fund Balance**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>-7,310,495</b>	<b>H8021</b>	<b>-1,588,939</b>
Prior Period Adj -Increase In Fund Balance		H8012	13,545
Prior Period Adj -Decrease In Fund Balance		H8015	
<b>Restated Fund Balance - Beg of Year</b>	<b>-7,310,495</b>	<b>H8022</b>	<b>-1,575,394</b>
ADD - REVENUES AND OTHER SOURCES	9,803,508		3,363,596
DEDUCT - EXPENDITURES AND OTHER USES	4,081,952		9,096,303
<b>Fund Balance - End of Year</b>	<b>-1,588,939</b>	<b>H8029</b>	<b>-7,308,101</b>

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Land	192,500	K101	647,753
Buildings	13,232,254	K102	11,514,092
Improvements Other Than Buildings	18,015,385	K103	17,891,701
Machinery And Equipment	18,950,154	K104	12,041,796
Construction Work In Progress	2,665,594	K105	2,226,676
Infrastructure	34,996,105	K106	37,700,845
<b>TOTAL Fixed Assets (net)</b>	<b>88,051,992</b>		<b>82,022,863</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>88,051,992</b>		<b>82,022,863</b>

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Liabilities, Deferred Inflows And Fund Balance</b>			
Total Non-Current Govt Assets	88,051,992	K159	82,022,863
<b>TOTAL Investments in Non-Current Government Assets</b>	<b>88,051,992</b>		<b>82,022,863</b>
<b>TOTAL Fund Balance</b>	<b>88,051,992</b>		<b>82,022,863</b>
<b>TOTAL</b>	<b>88,051,992</b>		<b>82,022,863</b>

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(PN) PERMANENT

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	12,500	PN200	12,500
<b>TOTAL Cash</b>	<b>12,500</b>		<b>12,500</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>12,500</b>		<b>12,500</b>

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(PN) PERMANENT

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Fund Balance</b>			
Must Remain Intact	12,500	PN807	12,500
<b>TOTAL Nonspendable Fund Balance</b>	<b>12,500</b>		<b>12,500</b>
<b>TOTAL Fund Balance</b>	<b>12,500</b>		<b>12,500</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>12,500</b>		<b>12,500</b>



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Results of Operation

Code Description	2018	EdpCode	2019
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Results of Operation

Code Description	2018	EdpCode	2019
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(PN) PERMANENT

**Analysis of Changes in Fund Balance**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>12,500</b>	<b>PN8021</b>	<b>12,500</b>
<b>Restated Fund Balance - Beg of Year</b>	<b>12,500</b>	<b>PN8022</b>	
<b>Fund Balance - End of Year</b>	<b>12,500</b>	<b>PN8029</b>	<b>12,500</b>

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(TA) AGENCY

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	407,941	TA200	511,317
<b>TOTAL Cash</b>	<b>407,941</b>		<b>511,317</b>
Due From Other Governments		TA440	
<b>TOTAL Due From Other Governments</b>	<b>0</b>		<b>0</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>407,941</b>		<b>511,317</b>

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(TA) AGENCY

Balance Sheet

Code Description	2018	EdpCode	2019
Due To Other Funds	24,166	TA630	124,239
<b>TOTAL Due To Other Funds</b>	<b>24,166</b>		<b>124,239</b>
State Retirement	-410	TA18	-356
Group Insurance	9,520	TA20	9,710
Nys Income Tax	-523	TA21	15
Federal Income Tax	4,511	TA22	6,707
Social Security Tax		TA26	
Guaranty & Bid Deposits	367,660	TA30	367,985
Surplus From Tax Sales	3,017	TA44	3,017
<b>TOTAL Agency Liabilities</b>	<b>383,775</b>		<b>387,078</b>
<b>TOTAL Liabilities</b>	<b>407,941</b>		<b>511,317</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>407,941</b>		<b>511,317</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(TE) PRIVATE PURPOSE TRUST

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	161,759	TE200	158,104
<b>TOTAL Cash</b>	<b>161,759</b>		<b>158,104</b>
Miscellaneous Current Assets	322	TE489	
<b>TOTAL Other</b>	<b>322</b>		<b>0</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>162,081</b>		<b>158,104</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(TE) PRIVATE PURPOSE TRUST

Balance Sheet

Code Description	2018	EdpCode	2019
Other Liabilities	1,030	TE688	
<b>TOTAL Other Liabilities</b>	<b>1,030</b>		<b>0</b>
<b>TOTAL Liabilities</b>	<b>1,030</b>		<b>0</b>
<b>Fund Balance</b>			
Net Assets-Restricted For Other Purposes	125,593	TE923	124,723
Net Assets-Unrestricted (Deficit)	35,458	TE924	33,381
<b>TOTAL Assigned Fund Balance</b>	<b>161,051</b>		<b>158,104</b>
<b>TOTAL Fund Balance</b>	<b>161,051</b>		<b>158,104</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>162,081</b>		<b>158,104</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(TE) PRIVATE PURPOSE TRUST

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Interest And Earnings	47	TE2401	39
<b>TOTAL Use of Money And Property</b>	<b>47</b>		<b>39</b>
Gifts And Donations	25,445	TE2705	2,454
<b>TOTAL Miscellaneous Local Sources</b>	<b>25,445</b>		<b>2,454</b>
<b>TOTAL Revenues</b>	<b>25,492</b>		<b>2,493</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>25,492</b>		<b>2,493</b>



CITY OF Kingston  
 Annual Update Document  
 For the Fiscal Year Ending 2019

(TE) PRIVATE PURPOSE TRUST

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Other Culture And Rec, Cont Expend	12,382	TE79894	5,440
<b>TOTAL Other Culture And Rec</b>	<b>12,382</b>		<b>5,440</b>
<b>TOTAL Culture And Recreation</b>	<b>12,382</b>		<b>5,440</b>
<b>TOTAL Expenditures</b>	<b>12,382</b>		<b>5,440</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>12,382</b>		<b>5,440</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(TE) PRIVATE PURPOSE TRUST

**Analysis of Changes in Net Position**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Net Position</b>			
<b>Fund Balance - Beginning of Year</b>	<b>147,941</b>	<b>TE8021</b>	<b>161,051</b>
<b>Restated Fund Balance - Beg of Year</b>	<b>147,941</b>	<b>TE8022</b>	<b>161,051</b>
ADD - REVENUES AND OTHER SOURCES	25,492		2,493
DEDUCT - EXPENDITURES AND OTHER USES	12,382		5,440
<b>Fund Balance - End of Year</b>	<b>161,051</b>	<b>TE8029</b>	<b>158,104</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(V) DEBT SERVICE

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Cash	2,849,141	V200	281,375
<b>TOTAL Cash</b>	<b>2,849,141</b>		<b>281,375</b>
Due From Other Funds	313,762	V391	281,745
<b>TOTAL Due From Other Funds</b>	<b>313,762</b>		<b>281,745</b>
Due From Other Governments	508,000	V440	460,000
<b>TOTAL Due From Other Governments</b>	<b>508,000</b>		<b>460,000</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>3,670,903</b>		<b>1,023,120</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(V) DEBT SERVICE

Balance Sheet

Code Description	2018	EdpCode	2019
Other Liabilities	15,935	V688	14,164
<b>TOTAL Other Liabilities</b>	<b>15,935</b>		<b>14,164</b>
Due To Other Funds	2,687,451	V630	133,909
<b>TOTAL Due To Other Funds</b>	<b>2,687,451</b>		<b>133,909</b>
Bond Interest And Matured Bonds Payable	2,472	V629	2,472
<b>TOTAL Bond And Long Term Liabilities</b>	<b>2,472</b>		<b>2,472</b>
<b>TOTAL Liabilities</b>	<b>2,705,858</b>		<b>150,545</b>
<b>Fund Balance</b>			
Assigned Unappropriated Fund Balance	965,045	V915	872,575
<b>TOTAL Assigned Fund Balance</b>	<b>965,045</b>		<b>872,575</b>
<b>TOTAL Fund Balance</b>	<b>965,045</b>		<b>872,575</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>3,670,903</b>		<b>1,023,120</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(V) DEBT SERVICE

Results of Operation

Code Description	2018	EdpCode	2019
<b>Revenues</b>			
Interest And Earnings	377	V2401	384
<b>TOTAL Use of Money And Property</b>	<b>377</b>		<b>384</b>
Premium & Accrued Interest On Obligations	36,560	V2710	
<b>TOTAL Miscellaneous Local Sources</b>	<b>36,560</b>		<b>0</b>
<b>TOTAL Revenues</b>	<b>36,937</b>		<b>384</b>
Interfund Transfers	2,066,481	V5031	1,686,877
<b>TOTAL Interfund Transfers</b>	<b>2,066,481</b>		<b>1,686,877</b>
<b>TOTAL Other Sources</b>	<b>2,066,481</b>		<b>1,686,877</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>2,103,418</b>		<b>1,687,261</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(V) DEBT SERVICE

Results of Operation

Code Description	2018	EdpCode	2019
<b>Expenditures</b>			
Fiscal Agents Fees, Contr Expend	5,731	V13804	19,108
<b>TOTAL Fiscal Agents Fees</b>	<b>5,731</b>		<b>19,108</b>
<b>TOTAL General Government Support</b>	<b>5,731</b>		<b>19,108</b>
Debt Principal, Serial Bonds	1,666,848	V97106	1,311,848
<b>TOTAL Debt Principal</b>	<b>1,666,848</b>		<b>1,311,848</b>
Debt Interest, Serial Bonds	174,413	V97107	448,775
<b>TOTAL Debt Interest</b>	<b>174,413</b>		<b>448,775</b>
<b>TOTAL Expenditures</b>	<b>1,846,992</b>		<b>1,779,731</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>1,846,992</b>		<b>1,779,731</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(V) DEBT SERVICE

**Analysis of Changes in Fund Balance**

Code Description	2018	EdpCode	2019
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>708,619</b>	<b>V8021</b>	<b>965,045</b>
<b>Restated Fund Balance - Beg of Year</b>	<b>708,619</b>	<b>V8022</b>	<b>965,045</b>
ADD - REVENUES AND OTHER SOURCES	2,103,418		1,687,261
DEDUCT - EXPENDITURES AND OTHER USES	1,846,992		1,779,731
<b>Fund Balance - End of Year</b>	<b>965,045</b>	<b>V8029</b>	<b>872,575</b>

CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2018	EdpCode	2019
<b>Assets</b>			
Total Non-Current Govt Liabilities	161,906,195	W129	170,388,721
<b>TOTAL Provision To Be Made In Future Budgets</b>	<b>161,906,195</b>		<b>170,388,721</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>161,906,195</b>		<b>170,388,721</b>



CITY OF Kingston  
Annual Update Document  
For the Fiscal Year Ending 2019

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2018	EdpCode	2019
Net Pension Liability -Proportionate Share	3,423,221	W638	5,822,800
Total OPEB Liability	142,091,751	W683	150,407,681
Landfill Closure & Post Closure Liability	533,008	W684	448,704
Installment Purchase Debt	473,824	W685	338,412
Judgments And Claims Payable	-633,803	W686	-777,277
Compensated Absences	2,632,692	W687	2,721,444
<b>TOTAL Other Liabilities</b>	<b>148,520,693</b>		<b>158,961,764</b>
Due To Employees' Retirement System	646,697	W637	
<b>TOTAL Due To Other Governments</b>	<b>646,697</b>		<b>0</b>
Bonds Payable	12,738,805	W628	11,426,957
<b>TOTAL Bond And Long Term Liabilities</b>	<b>12,738,805</b>		<b>11,426,957</b>
<b>TOTAL Liabilities</b>	<b>161,906,195</b>		<b>170,388,721</b>
<b>TOTAL Liabilities</b>	<b>161,906,195</b>		<b>170,388,721</b>

**CITY OF Kingston**  
**Statement of Indebtedness**  
**For the Fiscal Year Ending 2019**

County of: Ulster

Municipal Code: 510224000000

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2017	BAN E	GENERAL PURPOSES-WATER-EFC			01/01/2017	07/23/2020	0.00%		\$512,959	\$493,209	\$19,500	\$0	\$0		\$473,709
2019	BAN E	WATER EFC DWF-2017A #18209			01/01/2019	12/31/2020	1.17%		\$144,012	\$0			\$0		\$144,012
2019	BAN E	GENERAL PURPOSES WATER-EFC			01/01/2019	07/23/2020	0.00%		\$220,912	\$0			\$0		\$220,912
2018	BAN E	Water		N	03/22/2018	03/20/2020	2.00%		\$2,300,000	\$2,300,000	\$420,000	\$0	\$0		\$1,880,000
2016	BAN E	GENERAL PURPOSES - WATER			01/01/2016	07/23/2020	0.00%	Y	\$1,526,254	\$1,441,004	\$19,500	\$0	\$0		\$1,421,504
<b>Year Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$364,924</b>	<b>\$4,234,213</b>	<b>\$459,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,140,137</b>
2018	BOND E	Water			03/22/2018	03/15/2038	3.024%		\$1,290,000	\$1,290,000	\$56,000	\$0	\$0		\$1,234,000
2011	BOND E	SANITARY SEWER - 2011 EFC			07/07/2011	05/01/2031	1.996%		\$5,819,243	\$4,000,000	\$300,000	\$0	\$0		\$3,700,000
2014	BOND E	FILTER PLANT - EFC			07/02/2014	02/16/2025	0.00%		\$1,585,000	\$1,075,000	\$140,000	\$0	\$0		\$935,000
2015	BOND E	REFUNDING			08/09/2015	01/15/2026	2.41%		\$23,927	\$14,279	\$4,756	\$0	\$0		\$9,523
2012	BOND E	EFC 2012B			05/24/2012	11/01/2032	2.17%	Y	\$3,552,158	\$2,605,000	\$160,000	\$0	\$0		\$2,445,000
2015	BOND E	GENERAL PURPOSE-WATER			03/24/2015	03/15/2035	2.76%		\$1,175,000	\$980,000	\$65,000	\$0	\$0		\$915,000
2015	BOND E	Filter Plant-EFC			08/20/2015	05/15/2025	4.244%		\$239,221	\$174,000	\$22,000	\$0	\$0		\$152,000
<b>Year Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$0</b>	<b>\$10,138,279</b>	<b>\$747,756</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$9,390,523</b>
2007	IPC E	Wendel Energy Project			08/19/2007	08/09/2022	3.414%		\$3,996,392	\$1,269,319	\$301,534	\$0	\$0		\$967,785
2017	IPC E	VEHICLE LEASE			02/07/2017	02/07/2022	3.35%		\$141,815	\$115,317	\$27,399	\$0	\$0		\$87,918
2015	IPC E	EQUIPMENT			02/04/2015	02/23/2020	3.00%		\$125,040	\$42,897	\$21,127	\$0	\$0		\$21,770
2005	IPC E	Various Equipment			11/02/2005	11/02/2020	4.49%		\$769,417	\$134,091	\$65,574	\$0	\$0		\$68,517
<b>Year Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$0</b>	<b>\$1,561,624</b>	<b>\$415,634</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,145,990</b>
2019	BAN N	SEWER CWSRF#C3-5374-06			01/01/2019	12/21/2022	0.00%		\$328,310	\$0			\$0		\$328,310
2018	BAN N	General Purposes		Y	12/11/2018	08/27/2019	2.259%		\$4,697,462	\$4,697,462	\$460,000	\$0	\$0		\$4,237,462
2019	BAN N	GENERAL PURPOSES		Y	08/26/2019	08/26/2020	1.24%		\$5,495,000	\$0			\$0		\$5,495,000
2018	BAN N	SEWER CWSRF #C3-5374-06			01/01/2018	12/21/2022	0.00%		\$140,369	\$140,369	\$0	\$0	\$0		\$140,369
<b>Year Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$5,823,310</b>	<b>\$4,837,831</b>	<b>\$460,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$10,201,141</b>
2015	BOND N	VARIOUS PURPOSES			03/24/2015	03/15/2035	2.76%		\$7,498,407	\$5,505,000	\$445,000	\$0	\$0		\$5,060,000

**CITY OF Kingston**  
**Statement of Indebtedness**  
**For the Fiscal Year Ending 2019**

5/7/2020

Countyof: Ulster

Municipal Code: 510224000000

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2010	BOND N	Various Purposes			04/15/2010	04/15/2027	4.25%		\$4,815,000	\$1,565,000	\$215,000	\$0	\$0		\$1,350,000
2015	BOND N	REFUNDING			08/09/2015	01/15/2026	2.41%		\$2,651,072	\$1,495,720	\$325,244	\$0	\$0		\$1,170,476
2018	BOND N	General Purposes		N	03/22/2018	03/15/2038	3.024%		\$10,640,000	\$10,640,000	\$754,000	\$0	\$0		\$9,886,000
2015	BOND N	RONDOUT INTERCEPTOR/SIPHON-I			08/20/2015	10/01/2024	3.866%		\$850,000	\$530,000	\$80,000	\$0	\$0		\$450,000
ear Total for Type/Exempt Status - Sums Issued Amtsmade in AFR Year									\$0	\$19,735,720	\$1,819,244	\$0	\$0	\$0	\$17,916,476
AFR Year Total for All Debt Types - Sums Issued Amtsmade in AFR Year									\$6,188,234	\$40,507,667	\$3,901,634	\$0	\$0	\$0	\$42,794,267

CITY OF Kingston  
 Schedule of Time Deposits and Investments  
 For the Fiscal Year Ending 2019

	EDP Code	Amount
<b>CASH:</b>		
On Hand	9Z2001	\$1,250.00
Demand Deposits	9Z2011	\$10,665,260.00
Time Deposits	9Z2021	\$4,567,429.00
<b>Total</b>		<b>\$15,233,939.00</b>
 <b>COLLATERAL:</b>		
- FDIC Insurance	9Z2014	\$750,000.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$18,155,875.00
<b>Total</b>		<b>\$18,905,875.00</b>
 <b>INVESTMENTS:</b>		
- Securities (450)		
Book Value (cost)	9Z4501	_____
Market Value at Balance Sheet Date	9Z4502	_____
Collateralized with securities held in possession of municipality or its agent	9Z4504A	_____
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	_____
Market Value at Balance Sheet Date	9Z4512	_____
Collateralized with securities held in possession of municipality or its agent	9Z4514A	_____

CITY OF Kingston  
Bank Reconciliation  
For the Fiscal Year Ending 2019

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
*****-5558	\$1,744,717	\$194,539	\$305,763	\$1,633,493
*****-5631	\$1,280,425	\$0	\$60,279	\$1,220,146
*****-5714	\$43,813	\$0	\$0	\$43,813
*****-6778	\$2,911,028	\$0	\$0	\$2,911,028
*****-6223	\$265,355	\$0	\$0	\$265,355
*****-8788	\$2,288,173	\$0	\$0	\$2,288,173
*****-5532	\$1,389,030	\$3,405	\$31,182	\$1,361,253
*****-8788	\$1,002,392	\$0	\$0	\$1,002,392
*****-7843	\$1	\$0	\$0	\$1
*****-6822	\$39,016	\$0	\$0	\$39,016
*****-8667	\$10,554	\$0	\$0	\$10,554
*****-5520	\$248,522	\$0	\$15,983	\$232,539
*****-5538	\$8,725	\$0	\$0	\$8,725
*****-7779	\$270,312	\$0	\$260	\$270,052
*****-3528	\$157,604	\$500	\$0	\$158,104
*****-7346	\$12,500	\$0	\$0	\$12,500
*****-6454	\$276,103	\$0	\$0	\$276,103
*****-5918	\$5,272	\$0	\$0	\$5,272
*****-8054	\$1,878,549	\$24,149	\$44,941	\$1,857,757
*****-6660	\$13,019	\$0	\$9,394	\$3,625
*****-9411	\$1,123,936	\$0	\$0	\$1,123,936
*****-9396	\$152,927	\$0	\$0	\$152,927
*****-2075	\$10,093	\$0	\$0	\$10,093
*****-2059	\$9,457	\$0	\$10	\$9,447
*****-2067	\$198,053	\$0	\$0	\$198,053
*****-2612	\$57,725	\$0	\$0	\$57,725

CITY OF Kingston  
 Bank Reconciliation  
 For the Fiscal Year Ending 2019

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-2505	\$80,607	\$0	\$0	\$80,607
				\$15,232,689
				\$1,250.00
				\$0.00
			9ZCASH *	\$15,233,939
			9ZCASHB *	\$15,233,939

\* Must be equal



CITY OF Kingston  
Employee and Retiree Benefits  
For the Fiscal Year Ending 2019

<b>Total Full Time Employees:</b>		299			
<b>Total Part Time Employees:</b>		40			
<b>Account Code</b>	<b>Description</b>	<b>Total Expenditures (All Funds)</b>	<b># of Full Time Employees</b>	<b># of Part Time Employees</b>	<b># of Retirees</b>
90108	State Retirement System	\$1,794,750.00	174	40	
90158	Police and Fire Retirement	\$3,197,169.00	125		
90258	Local Pension Fund				
90308	Social Security	\$1,583,563.00	299	40	
90408	Worker's Compensation Insurance	\$896,775.00	299	40	
90458	Life Insurance	\$35,450.00	71		51
90508	Unemployment Insurance	\$13,474.00	299	40	
90558	Disability Insurance	\$14,995.00	299	40	
90608	Hospital and Medical (Dental) Insurance	\$10,386,417.00	237		306
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters	\$131,978.00			4
91890	Other Employee Benefits	\$171,679.00	299	40	
<b>Total</b>		<b>\$18,226,250.00</b>			
Computed Total From Financial Section (comparative purposes only)		<b>\$18,226,250.51</b>			



CITY OF Kingston  
 Energy Costs and Consumption  
 For the Fiscal Year Ending 2019

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$170,255	87,779	gallons	
Diesel Fuel	\$154,214	71,283	gallons	
Fuel Oil			gallons	
Natural Gas	\$94,314	10,200,584	cubic feet	
Electricity	\$754,824	5,195,723	kilowatt-hours	
Coal			tons	
Propane			gallons	

CERTIFICATION OF CHIEF FISCAL OFFICER

I, John Tuey, hereby certify that I am the Chief Fiscal Officer of the City of Kingston, and that the information provided in the annual financial report of the City of Kingston, for the fiscal year ended 12/31/2019, is TRUE and correct to the best of my knowledge and belief.

By entering the personal identification number assigned by the Office of the State Comptroller to me as the Chief Fiscal Officer of the City of Kingston, and adopted by me as my signature for use in conjunction with the filing of City of Kingston's annual financial report, I am evidencing my express intent to authenticate my certification of the City of Kingston's annual financial report for the fiscal year ended 12/31/2019 and filed by means of electronic data transmission.

\_\_\_\_\_  
Name of Report Preparer if  
different than Chief Fiscal Officer

(845) 334-3941  
Telephone Number

05/01/2020  
Date of Certification

John Tuey  
Name

Comptroller  
Title

420 Broadway, Kingston NY 12401  
Official Address

(845) 334-3941  
Official Telephone Number

CITY OF Kingston  
Financial Comments  
For the Fiscal Year Ending 2019

(A) GENERAL

Adjustment Reason

Account Code A8012 \$113,816 Audit Entry to Record Additional Mortgage Tax Receivable, \$535,779 Audit Entry to Reduce NYS Retirement System Accrued Expense, \$37,868 Audit Entry to Record Additional Receivables

Account Code A8015 \$4,267 Audit Entry to Adjust Prepaid NYS Retirement System costs.

(CD) SPECIAL GRANT

Adjustment Reason

Account Code CD801 prior period adjustment for accrued admin expenses

(H) CAPITAL PROJECTS

Adjustment Reason

Account Code H8012 Audit adjustment #3 to record additional capital receivable

Account Code H8015 Reclass prior fund balance to Sewer Fund

(ES) ENTERPRISE SEWER

Adjustment Reason

Account Code ES801 \$81,061 Audit Entry to adjust accrued interest on debt

(EW) ENTERPRISE WATER

Adjustment Reason

Account Code EW801 Adjust adjustments: \$5,891.72 fixed assets and depreciation, \$59,461.82 accrued bond interest, \$21,750 grant receivable